

REFERENCE TITLE: **general appropriations 2011-2012**

State of Arizona
Senate
Fiftieth Legislature
First Regular Session
2011

SB 1612

Introduced by
Senators Biggs, Klein, Murphy, Pearce R, Pierce S: Allen, Antenori, Barto,
Crandall, Driggs, Gould, Melvin, Nelson, Reagan, Shooter, Smith, Yarbrough
(with permission of Committee on Rules)

AN ACT

**AMENDING LAWS 2010, SEVENTH SPECIAL SESSION, CHAPTER 1, SECTIONS 128 AND 146;
MAKING APPROPRIATIONS AND BUDGET REDUCTIONS, LIMITATIONS AND TRANSFERS FOR
THE DIFFERENT DEPARTMENTS OF THE STATE, FOR STATE INSTITUTIONS AND FOR PUBLIC
SCHOOLS FOR FISCAL YEARS 2010-2011, 2011-2012 AND 2012-2013; PROVIDING FOR
CERTAIN REPORTING REQUIREMENTS.**

(TEXT OF BILL BEGINS ON NEXT PAGE)

Be it enacted by the Legislature of the State of Arizona:

Section 1. Laws 2010, seventh special session, chapter 1, section 128 is amended to read:

Sec. 128. Department of economic security; payment deferral; appropriation

In addition to any other appropriations made in fiscal year 2011-2012, the sum of \$42,000,000 is appropriated from the state general fund in fiscal year 2011-2012 to the department of economic security for the purpose of paying bills for services provided in MAY AND June, 2011 with the monies appropriated by the legislature to the department for fiscal year 2011-2012.

Sec. 2. Laws 2010, seventh special session, chapter 1, section 146 is amended to read:

Sec. 146. Appropriation; debt service payments; state buildings

A. The sum of \$41,726,600 is appropriated from the state general fund in fiscal year 2010-2011 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2009, third special session, chapter 6, section 32.

B. The sum of ~~\$13,100,000~~ \$10,340,300 is appropriated from the state general fund in fiscal year 2010-2011 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2009, sixth special session, chapter 4, section 2.

Sec. 3. Subject to applicable laws, the sums or sources of revenue set forth in this act are appropriated for the fiscal years indicated and only from the funding sources listed for the purposes and objects specified. If monies from funding sources in this act are unavailable, no other funding source shall be used.

Sec. 4. BOARD OF ACCOUNTANCY

	<u>2011-12</u>
FTE positions	13.0
Lump sum appropriation	\$ 1,884,000
Fund sources:	
Board of accountancy fund	\$ 1,884,000

Sec. 5. ACUPUNCTURE BOARD OF EXAMINERS

	<u>2011-12</u>
FTE positions	1.0
Lump sum appropriation	\$ 126,400
Fund sources:	
Acupuncture board of examiners fund	\$ 126,400

1	Sec. 6. DEPARTMENT OF ADMINISTRATION	
2		<u>2011-12</u>
3	FTE positions	689.7
4	Operating lump sum appropriation	\$ 79,496,600
5	Utilities	7,975,600
6	County attorney immigration	
7	enforcement	1,213,200
8	ENSCO	2,862,800
9	Human resources information	
10	solution - certificate of	
11	participation	5,199,700
12	Public safety communications	542,000
13	Risk management administrative	
14	expenses	8,746,100
15	Risk management losses and	
16	premiums	43,480,200
17	Workers' compensation losses	
18	and premiums	30,620,200
19	Statewide information security	
20	and privacy office	861,500
21	State surplus property sales	
22	proceeds	<u>1,260,000</u>
23	Total appropriation - department of	
24	administration	\$182,257,900
25	Fund sources:	
26	State general fund	\$ 15,961,200
27	Air quality fund	714,100
28	Automation operations fund	18,944,200
29	Capital outlay stabilization fund	17,348,200
30	Corrections fund	564,000
31	Federal surplus materials revolving	
32	fund	458,700
33	Information technology fund	3,172,300
34	Motor vehicle pool revolving fund	10,515,200
35	Personnel division fund	14,425,100
36	Risk management revolving fund	90,484,300
37	Special employee health insurance	
38	trust fund	5,182,700
39	State surplus materials revolving	
40	fund	2,397,600
41	State web portal fund	250,000
42	Telecommunications fund	1,840,300

1 Of the \$1,213,200 appropriated to the county attorney immigration
2 enforcement line item, \$200,000 shall be distributed to the county attorney
3 of a county in this state having a population of two million or more persons
4 for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
5 Statutes, and \$500,000 shall be distributed to the county sheriff of a county
6 in this state having a population of two million or more persons for the
7 purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
8 Statutes. Subject to the prior approval of the joint legislative budget
9 committee, the remaining monies may be distributed to county attorneys and
10 county sheriffs of counties with populations of less than two million persons
11 for the purpose of enforcing title 23, chapter 2, article 2, Arizona Revised
12 Statutes. This appropriation is exempt from the provisions of section
13 35-190, Arizona Revised Statutes, relating to lapsing of appropriations. The
14 appropriated monies may be spent in the sole discretion of the county
15 attorney or county sheriff to whom the monies are distributed for the purpose
16 of enforcing title 23, chapter 2, article 2, Arizona Revised Statutes,
17 without any further approval or other action by the county board of
18 supervisors of the county.

19 The department may collect an amount not to exceed \$1,762,600 from
20 other funding sources, excluding federal funds, to recover pro rata costs of
21 operating AFIS II.

22 The appropriation for the automation operations fund is an estimate
23 representing all monies, including balance forward, revenue and transfers
24 during fiscal year 2011-2012. These monies are appropriated to the
25 department of administration for the purposes established in section 41-711,
26 Arizona Revised Statutes. The appropriation shall be adjusted as necessary
27 to reflect receipts credited to the automation operations fund for automation
28 operation center projects. Before the expenditure of any automation
29 operations fund revenues in excess of \$18,944,200 in fiscal year 2011-2012,
30 the department of administration shall report the intended use of monies to
31 the joint legislative budget committee.

32 The amounts appropriated for the state employee transportation service
33 subsidy shall be used for up to a fifty per cent subsidy of charges payable
34 for transportation service expenses as provided in section 41-786, Arizona
35 Revised Statutes, of nonuniversity state employees in a vehicle emissions
36 control area as defined in section 49-541, Arizona Revised Statutes, of a
37 county with a population of more than four hundred thousand persons.

38 It is the intent of the legislature that the department not replace
39 vehicles until an average of 120,000 miles or more.

40 All state surplus materials revolving fund revenues received by the
41 department of administration in excess of the \$1,260,000 appropriated to the
42 state surplus property sales proceeds line item in fiscal year 2011-2012 are
43 appropriated to the department. Before the expenditure of state surplus
44 materials revolving fund receipts in excess of \$1,260,000 in fiscal year

2011-2012, the department of administration shall report the intended use of monies to the joint legislative budget committee.

Sec. 7. OFFICE OF ADMINISTRATIVE HEARINGS

		<u>2011-12</u>
FTE positions		12.0
Lump sum appropriation	\$	922,700
Fund sources:		
State general fund	\$	908,200
Healthcare group fund		14,500

Sec. 8. DEPARTMENT OF AGRICULTURE

		<u>2011-12</u>
FTE positions		217.2
Operating lump sum appropriation	\$	11,338,000
Agricultural employment relations board		23,300
Animal damage control		65,000
Red imported fire ant		23,200
Agricultural consulting and training pari-mutuel		<u>128,500</u>
Total appropriation - department of agriculture	\$	11,578,000
Fund sources:		
State general fund	\$	8,652,300
Aquaculture fund		9,200
Arizona protected native plant fund		95,000
Citrus, fruit and vegetable revolving fund		500,000
Commercial feed fund		300,300
Dangerous plants, pests and diseases fund		126,000
State egg inspection fund		919,000
Fertilizer materials fund		303,800
Livestock custody fund		120,000
Pesticide fund		498,500
Seed law fund		53,900

Sec. 9. ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM

		<u>2011-12</u>
FTE positions		2,975.4
Operating lump sum appropriation	\$	66,686,100
DES eligibility		54,537,500
Proposition 204 - AHCCCS administration		6,689,500

1	Proposition 204 - DES eligibility	38,157,200
2	Traditional Medicaid services	2,950,664,700
3	Proposition 204 services	1,026,298,500
4	KidsCare	36,067,800
5	Children's rehabilitative services	110,126,600
6	Disproportionate share payments	13,487,100
7	Rural hospitals	13,858,100
8	ALTCS services	1,244,829,000
9	Total appropriation and expenditure	
10	authority - Arizona health	
11	care cost containment system	<u>\$5,561,402,100</u>
12	Appropriated fund sources:	
13	State general fund	\$1,251,327,200
14	Budget neutrality compliance fund	3,161,100
15	Children's health insurance	
16	program fund	30,189,500
17	Health care group fund	3,537,600
18	Prescription drug rebate fund	20,114,500
19	Tobacco products tax fund -	
20	emergency health services	
21	account	19,222,900
22	Tobacco tax and health care	
23	fund - medically needy account	38,295,800
24	Expenditure authority	4,195,553,500

25 The amounts appropriated for the department of economic security
 26 eligibility line item shall be used for intergovernmental agreements with the
 27 department of economic security for the purpose of eligibility determination
 28 and other functions. The general fund share may be used for eligibility
 29 determination for other programs administered by the division of benefits and
 30 medical eligibility based on the results of the Arizona random moment
 31 sampling survey.

32 The \$13,487,100 appropriation for disproportionate share payments for
 33 fiscal year 2011-2012 made pursuant to section 36-2903.01, subsection P,
 34 Arizona Revised Statutes, includes \$4,202,300 for the Maricopa county health
 35 care district and \$9,284,800 for private qualifying disproportionate share
 36 hospitals.

37 Any federal funds that the Arizona health care cost containment system
 38 administration passes through to the department of economic security for use
 39 in long-term administration care for the developmentally disabled shall not
 40 count against the long-term care expenditure authority above.

41 The county portion of the fiscal year 2011-2012 nonfederal portion of
 42 the costs of providing long-term care system services is included in the
 43 expenditure authority fund source.

Before making fee-for-service program or rate changes that pertain to fee-for-service rate categories, the Arizona health care cost containment system administration shall report its expenditure plan for review by the joint legislative budget committee.

The Arizona health care cost containment system administration shall report to the joint legislative budget committee by March 1 of each year on the preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum shall be no more than two per cent. Before implementation of any changes in capitation rates, the Arizona health care cost containment system administration shall report its expenditure plan for review by the joint legislative budget committee. Before the administration implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the administration shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of \$500,000 or greater for a given fiscal year, the administration shall submit the policy changes for review by the joint legislative budget committee.

The amounts included in the proposition 204 - AHCCCS administration, proposition 204 - DES eligibility and proposition 204 services special line items includes all available sources of funding consistent with section 36-2901.01, subsection B, Arizona Revised Statutes.

All Arizona health care cost containment system voluntary state match and related federal medicaid authority monies for graduate medical education are appropriated in fiscal year 2011-2012. The Arizona health care cost containment system shall report these amounts from sources other than the Arizona health care cost containment system to the joint legislative budget committee by August 1, 2012.

Sec. 10. BOARD OF APPRAISAL

		<u>2011-12</u>
	FTE positions	5.5
	Lump sum appropriation	\$ 765,500
	Fund sources:	
	Board of appraisal fund	\$ 765,500

Sec. 11. BOARD OF ATHLETIC TRAINING

		<u>2011-12</u>
	FTE positions	1.5
	Lump sum appropriation	\$ 101,700
	Fund sources:	
	Athletic training fund	\$ 101,700

1 Sec. 12. ATTORNEY GENERAL - DEPARTMENT OF LAW

2		<u>2011-12</u>
3	FTE positions	592.9
4	Operating lump sum appropriation	\$ 42,662,200
5	State grand jury	176,400
6	Victims' rights	3,241,700
7	Risk management interagency	
8	service agreement	<u>8,850,400</u>
9	Total appropriation - attorney general -	
10	department of law	\$ 54,930,700
11	Fund sources:	
12	State general fund	\$ 17,208,800
13	Antitrust enforcement revolving	
14	fund	242,600
15	Attorney general legal services	
16	cost allocation fund	5,474,200
17	Collection enforcement revolving	
18	fund	3,313,400
19	Consumer protection - consumer	
20	fraud revolving fund	3,463,800
21	Interagency service agreements	
22	fund	13,135,800
23	Risk management revolving fund	8,850,400
24	Victims' rights fund	3,241,700

25 The attorney general shall notify the president of the senate, the
 26 speaker of the house of representatives and the joint legislative budget
 27 committee before entering into a settlement of \$100,000 or more that will
 28 result in the receipt of monies by the attorney general or any other person.
 29 The attorney general shall not allocate or expend these monies until the
 30 joint legislative budget committee reviews the allocations or expenditures.
 31 Settlements that pursuant to statute must be deposited in the state general
 32 fund need not be reviewed by the joint legislative budget committee. This
 33 paragraph does not apply to actions under title 13, Arizona Revised Statutes,
 34 or other criminal matters.

35 In addition to the \$13,135,800 appropriated from the interagency
 36 service agreements fund in fiscal year 2011-2012, an additional \$800,000 and
 37 11 FTE positions are appropriated from the interagency service agreements
 38 fund in fiscal year 2011-2012 for new or expanded interagency service
 39 agreements. The attorney general shall report to the joint legislative
 40 budget committee whenever an interagency service agreement is established
 41 that will require expenditures from the additional amount. The report shall
 42 include the name of the agency or entity with which the agreement is made,
 43 the dollar amount of the contract by fiscal year and the number of associated
 44 FTE positions.

1	Sec. 13. AUTOMOBILE THEFT AUTHORITY	
2		<u>2011-12</u>
3	FTE positions	6.0
4	Operating lump sum appropriation	\$ 627,300
5	Automobile theft authority grants	3,607,700
6	Reimbursable programs	<u>50,000</u>
7	Total appropriation - auto theft authority	\$ 4,285,000
8	Fund sources:	
9	Automobile theft authority fund	\$ 4,285,000
10	The automobile theft authority shall submit a report to the joint	
11	legislative budget committee for review before expending any monies for the	
12	reimbursable programs line item. The agency shall also show sufficient funds	
13	collected to cover the expenses indicated in the report.	
14	Automobile theft authority grants shall be awarded with consideration	
15	given to areas with greater automobile theft problems and shall be used to	
16	combat economic automobile theft operations.	
17	The automobile theft authority shall pay seventy-five per cent of the	
18	personal services and employee related expenses for city and county sworn	
19	officers who participate in the Arizona vehicle theft task force.	
20	Sec. 14. BOARD OF BARBERS	
21		<u>2011-12</u>
22	FTE positions	4.0
23	Lump sum appropriation	\$ 324,100
24	Fund sources:	
25	Board of barbers fund	\$ 324,100
26	Sec. 15. BOARD OF BEHAVIORAL HEALTH EXAMINERS	
27		<u>2011-12</u>
28	FTE positions	17.0
29	Lump sum appropriation	\$ 1,456,400
30	Fund sources:	
31	Board of behavioral health	
32	examiners fund	\$ 1,456,400
33	Sec. 16. STATE CAPITAL POSTCONVICTION PUBLIC DEFENDER OFFICE	
34		<u>2011-12</u>
35	FTE positions	7.0
36	Lump sum appropriation	\$ 835,700
37	Fund sources:	
38	State general fund	\$ 673,300
39	Capital postconviction public	
40	defender office fund	162,400

1	Sec. 17. STATE BOARD FOR CHARTER SCHOOLS	
2		<u>2011-12</u>
3	FTE positions	9.0
4	Lump sum appropriation	\$ 802,600
5	Fund sources:	
6	State general fund	\$ 802,600
7	Sec. 18. STATE BOARD OF CHIROPRACTIC EXAMINERS	
8		<u>2011-12</u>
9	FTE positions	5.0
10	Lump sum appropriation	\$ 447,800
11	Fund sources:	
12	Board of chiropractic examiners	
13	fund	\$ 447,800
14	Sec. 19. ARIZONA COMMUNITY COLLEGES	
15		<u>2011-12</u>
16	<u>Equalization aid</u>	
17	Cochise	\$ 8,048,900
18	Graham	19,345,700
19	Navajo	6,451,700
20	Yuma/La Paz	<u>1,406,600</u>
21	Total - equalization aid	\$ 35,252,900
22	<u>Operating state aid</u>	
23	Cochise	\$ 5,572,000
24	Coconino	1,836,000
25	Gila	428,100
26	Graham	2,260,000
27	Maricopa	6,891,200
28	Mohave	1,792,200
29	Navajo	1,730,100
30	Pima	7,146,400
31	Pinal	2,086,200
32	Yavapai	899,200
33	Yuma/La Paz	<u>2,683,000</u>
34	Total - operating state aid	\$ 33,324,400
35	Rural county reimbursement subsidy	<u>\$ 848,800</u>
36	Total appropriation - Arizona community	
37	colleges	\$ 69,426,100
38	Fund sources:	
39	State general fund	\$ 69,426,100
40	Of the \$848,800 appropriated to the rural county reimbursement subsidy	
41	line item, Apache county will receive \$466,000 and Greenlee county \$382,800.	

1	Sec. 20. REGISTRAR OF CONTRACTORS	
2		<u>2011-12</u>
3	FTE positions	144.8
4	Operating lump sum appropriation	\$ 11,163,400
5	Office of administrative hearings	
6	costs	<u>1,017,600</u>
7	Total appropriation - registrar of	
8	contractors	\$ 12,181,000
9	Fund sources:	
10	Registrar of contractors fund	\$ 12,181,000
11	Any transfer to or from the amount appropriated for the office of	
12	administrative hearings costs line item shall require review by the joint	
13	legislative budget committee.	
14	Sec. 21. CORPORATION COMMISSION	
15		<u>2011-12</u>
16	FTE positions	308.3
17	Operating lump sum appropriation	\$ 23,988,500
18	Corporation filings, same day	
19	service	400,400
20	Utilities audits, studies,	
21	investigations and hearings	<u>380,000*</u>
22	Total appropriation - corporation commission	\$ 24,768,900
23	Fund sources:	
24	State general fund	\$ 622,200
25	Arizona arts trust fund	51,200
26	Investment management regulatory	
27	and enforcement fund	697,200
28	Public access fund	5,964,400
29	Securities regulatory and	
30	enforcement fund	4,298,400
31	Utility regulation revolving fund	13,135,500
32	The \$400,400 appropriated from the public access fund for the	
33	corporation filings, same day service line item shall revert to the public	
34	access fund at the end of fiscal year 2011-2012 if the commission cannot	
35	process all expedited services within five business days and all regular	
36	services within thirty business days in accordance with sections 10-122,	
37	10-3122 and 29-851, Arizona Revised Statutes.	
38	Sec. 22. DEPARTMENT OF CORRECTIONS	
39		<u>2011-12</u>
40	FTE positions	10,015.2
41	Operating lump sum appropriation	\$800,926,700
42	Private prison per diem	127,636,600
43	Narrowband radio conversion	<u>5,750,000</u>
44	Total appropriation - department of	
45	corrections	\$934,313,300

1	Fund sources:	
2	State general fund	\$886,409,300
3	State education fund for	
4	correctional education	508,400
5	Alcohol abuse treatment fund	554,400
6	Penitentiary land fund	1,979,200
7	State charitable, penal and	
8	reformatory institutions	
9	land fund	3,360,000
10	Corrections fund	27,517,600
11	Transition office fund	180,000
12	Transition program drug treatment	
13	fund	555,000
14	Prison construction and operations	
15	fund	13,249,400

16 Before altering its bed capacity by closing state-operated prison beds
 17 or canceling or not renewing contracts for privately-operated prison beds,
 18 the state department of corrections shall submit a bed plan detailing the
 19 proposed bed closures for review by the joint legislative budget committee.

20 Before placing any inmates in out-of-state provisional beds, the
 21 department shall place inmates in all available prison beds in facilities
 22 that are located in this state and that house Arizona inmates, unless the
 23 out-of-state provisional beds are of a comparable security level and price.

24 A monthly report comparing state department of corrections expenditures
 25 for the month and year-to-date as compared to prior year expenditures shall
 26 be forwarded to the president of the senate, the speaker of the house of
 27 representatives, the chairpersons of the senate and house of representatives
 28 appropriations committees and the director of the joint legislative budget
 29 committee by the 30th of the following month. The report shall be in the
 30 same format as the prior fiscal year and shall include an estimate of
 31 potential shortfalls, potential surpluses that may be available to offset
 32 these shortfalls and a plan, if necessary, for eliminating any shortfall
 33 without a supplemental appropriation.

34 One hundred per cent of land earnings and interest from the
 35 penitentiary land fund shall be distributed to the state department of
 36 corrections in compliance with the enabling act and the Constitution of
 37 Arizona to be used for the support of state penal institutions.

38 Twenty-five per cent of land earnings and interest from the state
 39 charitable, penal and reformatory institutions land fund shall be distributed
 40 to the state department of corrections in compliance with the enabling act
 41 and the Constitution of Arizona to be used for the support of state penal
 42 institutions.

Before the expenditure of any state education fund for correctional education receipts in excess of \$508,400, the state department of corrections shall report the intended use of the monies to the director of the joint legislative budget committee.

Sec. 23. COSMETOLOGY BOARD

		<u>2011-12</u>
FTE positions		24.5
Lump sum appropriation	\$	1,739,800
Fund sources:		
Board of cosmetology fund	\$	1,739,800

Sec. 24. ARIZONA CRIMINAL JUSTICE COMMISSION

		<u>2011-12</u>
FTE positions		8.0
Operating lump sum appropriation	\$	856,800
Victim compensation and assistance		<u>3,792,500</u>
Total appropriation - Arizona criminal justice commission	\$	4,649,300
Fund sources:		
Criminal justice enhancement fund	\$	621,600
Drug and gang prevention resource center fund		235,200
Victim compensation and assistance fund		3,792,500

All victim compensation and assistance receipts received by the Arizona criminal justice commission in excess of \$3,792,500 in fiscal year 2011-2012 are appropriated to the crime victims program. Before the expenditure of any victim compensation and assistance receipts in excess of \$3,792,500 in fiscal year 2011-2012, the Arizona criminal justice commission shall report the intended use of the monies to the joint legislative budget committee.

Sec. 25. ARIZONA STATE SCHOOLS FOR THE DEAF AND THE BLIND

		<u>2011-12</u>
FTE positions		572.2
Administration/statewide	\$	3,421,000
Phoenix day school for the deaf		7,975,500
Tucson campus		16,946,700
Regional cooperatives		1,072,000
Preschool/outreach programs		3,917,200
School bus replacement		<u>738,000</u>
Total appropriation - Arizona state schools for the deaf and the blind	\$	34,070,400
Fund sources:		
State general fund	\$	21,340,900
Arizona state schools for the deaf and the blind fund		12,729,500

Before the expenditure of any Arizona state schools for the deaf and the blind fund monies in excess of \$12,729,500 in fiscal year 2011-2012, the Arizona state schools for the deaf and the blind shall report to the joint legislative budget committee the intended use of the funds.

Sec. 26. COMMISSION FOR THE DEAF AND THE HARD OF HEARING

2011-12

FTE positions 15.0

Lump sum appropriation \$ 3,772,400

Fund sources:

Telecommunication fund for the deaf \$ 3,772,400

Sec. 27. STATE BOARD OF DENTAL EXAMINERS

2011-12

FTE positions 11.0

Lump sum appropriation \$ 1,182,600

Fund sources:

Dental board fund \$ 1,182,600

Sec. 28. DEPARTMENT OF ECONOMIC SECURITY

2011-12

FTE positions 5,473.4

Operating lump sum \$260,248,300

Administration

Attorney general legal services 21,492,500

Aging and community services

Adult services 6,924,100

Community and emergency services 3,724,000

Coordinated hunger 1,754,600

Coordinated homeless 2,522,600

Domestic violence prevention 12,123,700

Benefits and medical eligibility

Temporary assistance for needy families cash benefits 34,999,400

Tribal pass-through funding 4,680,300

Child support enforcement

County participation 8,600,200

Children, youth and families

Adoption services 57,744,600

Children support services 71,368,300

CPS emergency and residential placement 22,201,700

Foster care placement 21,212,600

Independent living maintenance 2,719,300

Permanent guardianship subsidy 8,815,300

1	<u>Developmental disabilities</u>	
2	Case management - title XIX	38,094,100
3	Home and community based	
4	services - title XIX	694,949,900
5	Institutional services -	
6	title XIX	19,334,900
7	Medical services	138,953,600
8	Arizona training program at	
9	Coolidge - title XIX	15,691,200
10	Medicare clawback payments	2,496,900
11	Case management - state-only	3,887,300
12	Home and community based	
13	services - state-only	32,623,800
14	State-funded long-term care	
15	services	26,530,200
16	<u>Employment and rehabilitation services</u>	
17	JOBS	13,005,600
18	Day care subsidy	121,396,600
19	Rehabilitation services	5,088,500
20	Workforce investment act	
21	services	<u>51,654,600</u>
22	Total appropriation - department of	
23	economic security	\$1,704,838,700
24	Fund sources:	
25	State general fund	\$537,973,700
26	Federal child care and	
27	development fund block grant	130,688,200
28	Federal temporary assistance for	
29	needy families block grant	240,060,600
30	Public assistance collections	
31	fund	431,700
32	Special administration fund	1,135,300
33	Spinal and head injuries trust	
34	fund	1,874,500
35	Statewide cost allocation plan	
36	fund	1,000,000
37	Child abuse prevention fund	1,459,800
38	Children and family services	
39	training program fund	207,100
40	Child support enforcement	
41	administration fund	16,785,200
42	Domestic violence shelter fund	2,220,000
43	Long-term care system fund	30,520,500

1	Workforce investment act grant	56,052,100
2	Child support enforcement	
3	administration fund expenditure	
4	authority	40,320,200
5	Expenditure authority	644,109,800

6 Administration

7 In accordance with section 35-142.01, Arizona Revised Statutes, the
 8 department of economic security shall remit to the department of
 9 administration any monies received as reimbursement from the federal
 10 government or any other source for the operation of the department of
 11 economic security west building and any other building lease-purchased by the
 12 state of Arizona in which the department of economic security occupies space.
 13 The department of administration shall deposit these monies in the state
 14 general fund.

15 Aging and community services

16 All domestic violence shelter fund monies above \$2,220,000 received by
 17 the department of economic security are appropriated for the domestic
 18 violence prevention line item. Before the expenditure of these increased
 19 monies, the department of economic security shall report the intended use of
 20 monies above \$2,220,000 to the joint legislative budget committee.

21 The department of economic security shall report to the joint
 22 legislative budget committee on the amount of state and federal monies
 23 available statewide for domestic violence funding by December 15, 2011. The
 24 report shall include, at a minimum, the amount of monies available and the
 25 state fiscal agent receiving those monies.

26 Benefits and medical eligibility

27 The operating lump sum appropriation may be expended on Arizona health
 28 care cost containment system eligibility determinations based on the results
 29 of the Arizona random moment sampling survey.

30 Of the amount appropriated for temporary assistance for needy families
 31 cash benefits, \$500,000 reflects appropriation authority only to ensure
 32 sufficient cashflow to administer cash benefits for tribes operating their
 33 own welfare programs. The department shall notify the joint legislative
 34 budget committee and the governor's office of strategic planning and
 35 budgeting staff before the use of any of the \$500,000 appropriation
 36 authority.

37 Of the amount appropriated for temporary assistance for needy families
 38 cash benefits not more than \$4,000,000 may be spent on diversion payments.

39 Child support enforcement

40 All state share of retained earnings, fees and federal incentives above
 41 \$16,785,200 received by the division of child support enforcement are
 42 appropriated for operating expenditures. New full-time equivalent positions
 43 may be authorized with the increased funding. Before the expenditure of
 44 these increased monies, the division of child support enforcement shall

1 report the intended use of the monies to the joint legislative budget
2 committee.

3 Children, youth and families

4 Of the amounts appropriated for children support services, CPS
5 emergency and residential placement and foster care placement, \$22,613,100 is
6 appropriated from the federal temporary assistance for needy families block
7 grant to the social services block grant for deposit in the following line
8 items in the following amounts:

9 Children support services	\$ 5,371,700
10 CPS emergency and residential	
11 placement	12,167,000
12 Foster care placement	5,074,400

13 The department of economic security shall provide training to any new
14 child protective services FTE positions before assigning to any of these
15 employees any client caseload duties.

16 It is the intent of the legislature that the department of economic
17 security use the funding in the division of children, youth and families to
18 achieve a one hundred per cent investigation rate.

19 It is the intent of the legislature that none of the reductions to the
20 operating lump sum appropriation shall be made to the developmentally
21 disabled program.

22 Developmental disabilities

23 The department of economic security shall report all new placements
24 into a state-owned ICF-MR or the Arizona training program at Coolidge campus
25 in fiscal year 2011-2012 to the president of the senate, the speaker of the
26 house of representatives, the chairpersons of the senate and house of
27 representatives appropriations committees and the director of the joint
28 legislative budget committee and the reason why this placement, rather than a
29 placement into a privately run facility for the developmentally disabled, was
30 deemed as the most appropriate placement. The department shall also report
31 if no new placements were made. This report shall be made available by July
32 15, 2012.

33 All monies in the long-term care system fund unexpended and
34 unencumbered at the end of fiscal year 2011-2012 revert to the state general
35 fund, subject to approval by the Arizona health care cost containment system
36 administration.

37 The department shall report to the joint legislative budget committee
38 by March 1 of each year on preliminary actuarial estimates of the capitation
39 rate changes for the following fiscal year along with the reasons for the
40 estimated changes. For any actuarial estimates that include a range, the
41 total range from minimum to maximum shall be not more than two per cent.
42 Before implementation of any changes in capitation rates for the long-term
43 care program, the department of economic security shall report for review the
44 expenditure plan to the joint legislative budget committee. Before the
45 department implements any changes in policy affecting the amount,

1 sufficiency, duration and scope of health care services and who may provide
2 services, the department shall prepare a fiscal impact analysis on the
3 potential effects of this change on the following year's capitation rates.
4 If the fiscal analysis demonstrates that these changes will result in
5 additional state costs of \$500,000 or greater for a given fiscal year, the
6 department shall submit the policy changes for review by the joint
7 legislative budget committee.

8 Prior to the implementation of any developmentally disabled or
9 long-term care statewide provider rate adjustments not already specifically
10 authorized by the legislature, court mandates or changes to federal law, the
11 department shall submit a report for review by the joint legislative budget
12 committee. The report shall include, at a minimum, the estimated cost of the
13 provider rate adjustment and the ongoing source of funding for the
14 adjustment, if applicable.

15 For fiscal year 2011-2012, the department of economic security shall
16 not increase reimbursement rates for community service providers and
17 independent service agreement providers contracting with the division of
18 developmental disabilities.

19 Employment and rehabilitation services

20 Of the \$119,967,900 appropriated for day care subsidy, plus any funding
21 authorized to be deferred to fiscal year 2012-2013, \$115,199,900 is for a
22 program in which the upper income limit is no more than one hundred
23 sixty-five per cent of the federal poverty level.

24 All federal workforce investment act monies that are received by this
25 state in excess of \$56,052,100 are appropriated to the workforce investment
26 act services line item. Before the expenditure of these increased monies,
27 the department of economic security shall report the intended use of monies
28 above \$56,052,100 to the joint legislative budget committee.

29 Department-wide

30 The above appropriations are in addition to funds granted to the state
31 by the federal government for the same purposes but shall be deemed to
32 include the sums deposited in the state treasury to the credit of the
33 department of economic security pursuant to section 42-5029, Arizona Revised
34 Statutes.

35 A monthly report comparing total expenditures for the month and
36 year-to-date as compared to prior year totals shall be forwarded to the
37 president of the senate, the speaker of the house of representatives, the
38 chairpersons of the senate and house of representatives appropriations
39 committees and the director of the joint legislative budget committee by the
40 thirtieth of the following month. The report shall include an estimate of
41 potential shortfalls in entitlement programs and potential federal and other
42 funds, such as the statewide assessment for indirect costs, and any projected
43 surplus in state supported programs that may be available to offset these
44 shortfalls and a plan, if necessary, for eliminating any shortfall without a
45 supplemental appropriation.

1 Sec. 29. STATE BOARD OF EDUCATION AND SUPERINTENDENT OF PUBLIC INSTRUCTION

2 2011-12

3 FTE positions 192.5

4 Operating lump sum appropriation \$ 7,428,300

5 Fund sources:

6 State general fund \$ 7,294,400

7 Teacher certification fund 133,900

8 The operating lump sum appropriation includes \$291,100 and 4 FTE
 9 positions for average daily membership auditing and \$200,000 and 2 FTE
 10 positions for information technology security services.

11 Basic state aid \$2,065,978,900

12 Fund sources:

13 State general fund \$2,019,503,400

14 Permanent state school fund 46,475,500

15 The above appropriation provides basic state support to school
 16 districts for maintenance and operations funding as provided by section
 17 15-973, Arizona Revised Statutes, and includes an estimated \$46,475,500 in
 18 expendable income derived from the permanent state school fund and from state
 19 trust lands pursuant to section 37-521, subsection B, Arizona Revised
 20 Statutes, for fiscal year 2011-2012.

21 The portion of the above appropriation for basic state aid for charter
 22 school additional assistance pursuant to section 15-185, subsection B,
 23 paragraph 4, Arizona Revised Statutes, includes a \$27,002,400 reduction.

24 Receipts derived from the permanent state school fund and any other
 25 nonstate general fund revenue source that is dedicated to fund basic state
 26 aid will be expended, whenever possible, before expenditure of state general
 27 fund monies.

28 Except as required by section 37-521, Arizona Revised Statutes, all
 29 monies received during the fiscal year from national forests, interest
 30 collected on deferred payments on the purchase of state lands, the income
 31 from the investment of permanent funds as prescribed by the enabling act and
 32 the Constitution of Arizona and all monies received by the superintendent of
 33 public instruction from whatever source, except monies received pursuant to
 34 sections 15-237 and 15-531, Arizona Revised Statutes, when paid into the
 35 state treasury are appropriated for apportionment to the various counties in
 36 accordance with law. An expenditure shall not be made except as specifically
 37 authorized above.

38 Additional state aid \$360,125,000

39 Special education fund 33,242,100

40 Other state aid to districts 983,900

41 Achievement testing 10,230,700

42 Fund sources:

43 State general fund \$ 3,230,700

44 Proposition 301 fund 7,000,000

Before making any changes to the achievement testing program that will increase program costs, the state board of education shall report the estimated fiscal impact of those changes to the joint legislative budget committee.

English learner administration	\$ 4,069,700
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The appropriated amount is to be used by the department of education to provide English language acquisition services for the purposes of section 15-756.07, Arizona Revised Statutes, and for the costs of providing English language proficiency assessments, scoring and ancillary materials as prescribed by the department of education to school districts and charter schools for the purposes of title 15, chapter 7, article 3.1, Arizona Revised Statutes. The department of education may use a portion of the appropriated amount to hire staff or contract with a third party to carry out the purposes of section 15-756.07, Arizona Revised Statutes. Notwithstanding section 41-192, Arizona Revised Statutes, the superintendent of public instruction also may use a portion of the appropriated amount to contract with one or more private attorneys to provide legal services in connection with the case of Flores v. State of Arizona, No. CIV 92-596-TUC-RCC.

Arizona structured English immersion fund	8,791,400
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State block grant for vocational education	11,492,700
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Teacher certification	\$ 1,798,100
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Fund sources:

Teacher certification fund	\$ 1,798,100
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State board of education	\$ 908,400
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Fund sources:

State general fund	\$ 539,700
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Teacher certification fund	368,700
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The state board of education program may establish its own strategic plan separate from that of the department of education and based on its own separate mission, goals and performance measures.

Total appropriation - state board of
education and superintendent
of public instruction

\$2,505,049,200

Fund sources:

State general fund	\$2,449,273,000
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Proposition 301 fund	7,000,000
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Permanent state school fund	46,475,500
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Teacher certification fund	2,300,700
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The department shall provide an updated report on its budget status every three months for the first half of each fiscal year and every month thereafter to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees, the director of the joint legislative budget committee and the director of the governor's office of strategic planning and budgeting. Each report shall include, at a minimum, the department's current funding surplus or shortfall projections for basic state aid and other major formula-based programs and shall be due thirty days after the end of the applicable reporting period.

Within fifteen days of each apportionment of state aid that occurs pursuant to section 15-973, subsection B, Arizona Revised Statutes, the department shall post on its website in an electronic format the amount of state aid apportioned to each recipient and the underlying data.

Sec. 30. DEPARTMENT OF EMERGENCY AND MILITARY AFFAIRS

		<u>2011-12</u>
	FTE positions	78.1
	Administration	\$ 1,594,700
	Emergency management	878,400
	Military affairs	<u>2,696,200</u>
Total appropriation - department of		
emergency and military affairs	\$	5,169,300
Fund sources:		
State general fund	\$	5,036,600
Emergency response fund		132,700

The department of emergency and military affairs appropriation includes \$1,215,000 for service contracts. This amount is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, except that all fiscal year 2011-2012 monies remaining unexpended and unencumbered on October 31, 2012, revert to the state general fund.

Sec. 31. DEPARTMENT OF ENVIRONMENTAL QUALITY

		<u>2011-12</u>
	FTE positions	467.4
	Operating lump sum appropriation	\$ 45,421,100
	Emissions control contractor	
	payment	<u>20,006,600</u>
Total appropriation - department of		
environmental quality	\$	65,427,700
Fund sources:		
Air permits administration fund	\$	7,058,500
Air quality fund		5,386,500
Emissions inspection fund		25,566,500

1	Hazardous waste management fund	1,719,600
2	Indirect cost recovery fund	13,200,000
3	Solid waste fee fund	1,930,400
4	Underground storage tank	
5	revolving fund	22,000
6	Used oil fund	138,900
7	Water quality fee fund	10,405,300

8 Pursuant to section 49-282, Arizona Revised Statutes, the department of
 9 environmental quality shall submit a fiscal year 2012-2013 budget for the
 10 water quality assurance revolving fund before September 1, 2011, for review
 11 by the senate and house of representatives appropriations committees.

12 The department of environmental quality shall report annually on the
 13 progress of WQARF activities, including emergency response, priority site
 14 remediation, cost recovery activity, revenue and expenditure activity and
 15 other WQARF-funded program activity. This report shall also include a budget
 16 for the WQARF program that is developed in consultation with the WQARF
 17 advisory board. The fiscal year 2011-2012 report shall be submitted to the
 18 joint legislative budget committee by September 1, 2011. This budget shall
 19 specify the monies budgeted for each listed site during fiscal year
 20 2011-2012. In addition, the department and the advisory board shall prepare
 21 and submit to the joint legislative budget committee, by October 2, 2011, a
 22 report in a table format summarizing the current progress on remediation of
 23 each listed site on the WQARF registry. The table shall include the stage of
 24 remediation for each site at the end of fiscal year 2010-2011, whether the
 25 current stage of remediation is anticipated to be completed in fiscal year
 26 2011-2012 and the anticipated stage of remediation at each listed site at the
 27 end of fiscal year 2011-2012, assuming fiscal year 2011-2012 funding levels.
 28 The department and advisory board may include other relevant information
 29 about the listed sites in the table.

30 All air permit administration revenues received by the department of
 31 environmental quality in excess of \$7,058,500 in fiscal year 2011-2012 are
 32 appropriated to the department. Before the expenditure of air permits
 33 administration receipts in excess of \$7,058,500 in fiscal year 2011-2012, the
 34 department of environmental quality shall report the intended use of the
 35 monies to the joint legislative budget committee.

36 All indirect cost recovery fund revenues received by the department of
 37 environmental quality in excess of \$13,200,000 in fiscal year 2011-2012 are
 38 appropriated to the department. Before the expenditure of indirect cost
 39 recovery fund receipts in excess of \$13,200,000 in fiscal year 2011-2012, the
 40 department of environmental quality shall report the intended use of the
 41 monies to the joint legislative budget committee.

1	Sec. 32. OFFICE OF EQUAL OPPORTUNITY	
2		<u>2011-12</u>
3	FTE positions	4.0
4	Lump sum appropriation	\$ 194,400
5	Fund sources:	
6	State general fund	\$ 194,400
7	Sec. 33. STATE BOARD OF EQUALIZATION	
8		<u>2011-12</u>
9	FTE positions	7.0
10	Lump sum appropriation	\$ 661,000
11	Fund sources:	
12	State general fund	\$ 661,000
13	Sec. 34. BOARD OF EXECUTIVE CLEMENCY	
14		<u>2011-12</u>
15	FTE positions	14.0
16	Lump sum appropriation	\$ 878,600
17	Fund sources:	
18	State general fund	\$ 878,600
19	Sec. 35. ARIZONA EXPOSITION AND STATE FAIR BOARD	
20		<u>2011-12</u>
21	FTE positions	184.0
22	Lump sum appropriation	\$ 11,085,300
23	Fund sources:	
24	Arizona exposition and state	
25	fair fund	\$ 11,085,300
26	Sec. 36. DEPARTMENT OF FINANCIAL INSTITUTIONS	
27		<u>2011-12</u>
28	FTE positions	55.1
29	Lump sum appropriation	\$ 3,642,100
30	Fund sources:	
31	State general fund	\$ 2,903,100
32	Financial services fund	739,000
33	The department of financial institutions shall assess and set fees to	
34	ensure that monies deposited in the state general fund will equal or exceed	
35	its expenditure from the state general fund.	
36	Sec. 37. DEPARTMENT OF FIRE, BUILDING AND LIFE SAFETY	
37		<u>2011-12</u>
38	FTE positions	47.0
39	Lump sum appropriation	\$ 2,014,400
40	Fund sources:	
41	State general fund	\$ 2,014,400

1	Sec. 38. STATE FORESTER	
2		<u>2011-12</u>
3	FTE positions	52.0
4	Operating lump sum appropriation	\$ 2,196,100
5	Environmental county grants	75,000
6	Inmate fire crews	<u>700,000</u>
7	Total appropriation - state forester	\$ 2,971,100
8	Fund sources:	
9	State general fund	\$ 2,971,100
10	Sec. 39. STATE BOARD OF FUNERAL DIRECTORS AND EMBALMERS	
11		<u>2011-12</u>
12	FTE positions	4.0
13	Lump sum appropriation	\$ 344,100
14	Fund sources:	
15	Board of funeral directors and	
16	embalmers fund	\$ 344,100
17	Sec. 40. GAME AND FISH DEPARTMENT	
18		<u>2011-12</u>
19	FTE positions	273.5
20	Operating lump sum appropriation	\$ 32,105,300
21	Pittman - Robertson/Dingell -	
22	Johnson act	3,808,000
23	Performance incentive pay program	346,800*
24	Lower Colorado multispecies	
25	conservation	350,000
26	Watercraft grant program	250,000
27	Watercraft safety education program	<u>1,175,000</u>
28	Total appropriation - game and fish	
29	department	\$ 38,035,100
30	Fund sources:	
31	Game and fish fund	\$ 32,980,400
32	Waterfowl conservation fund	43,400
33	Wildlife endowment fund	16,000
34	Watercraft licensing fund	4,660,600
35	Game, nongame, fish and	
36	endangered species fund	334,700
37	In addition to the \$3,808,000 for the Pittman - Robertson/Dingell -	
38	Johnson act line item, the lump sum appropriation includes \$50,000 for	
39	cooperative fish and wildlife research which may be used for the purpose of	
40	matching federal and apportionment funds.	

The \$300,000 from the game and fish fund and \$46,800 from the watercraft licensing fund in fiscal year 2011-2012 for the performance incentive pay program line item shall be used for personal services and employee-related expenditures associated with the department's performance incentive pay program. This appropriation is a continuing appropriation and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 41. DEPARTMENT OF GAMING

		<u>2011-12</u>
FTE positions		123.0
Operating lump sum appropriation	\$	8,000,000
Casino operations certification		2,003,600
Problem gambling		<u>1,896,500</u>
Total appropriation - department of gaming	\$	11,900,100
Fund sources:		
Tribal-state compact fund	\$	2,003,600
Arizona benefits fund		9,596,500
State lottery fund		300,000

Sec. 42. ARIZONA GEOLOGICAL SURVEY

		<u>2011-12</u>
FTE positions		10.3
Lump sum appropriation	\$	894,100
Fund sources:		
State general fund	\$	894,100

Sec. 43. OFFICE OF THE GOVERNOR

		<u>2011-12</u>
Lump sum appropriation	\$	6,960,900*
Fund sources:		
State general fund	\$	6,960,900

Included in the lump sum appropriation of \$6,960,900 for fiscal year 2011-2012 is \$10,000 for the purchase of mementos and items for visiting officials.

Sec. 44. GOVERNOR'S ENERGY OFFICE

		<u>2011-12</u>
FTE positions		2.0
Lump sum appropriation	\$	186,700
Fund sources:		
Oil overcharge fund	\$	186,700

Sec. 45. GOVERNOR'S OFFICE OF STRATEGIC PLANNING AND BUDGETING

		<u>2011-12</u>
FTE positions		22.0
Lump sum appropriation	\$	1,936,400*
Fund sources:		
State general fund	\$	1,936,400

1	Sec. 46. DEPARTMENT OF HEALTH SERVICES	
2		<u>2011-12</u>
3	FTE positions	1,632.1
4	Operating lump sum appropriation	\$106,618,500
5	<u>Public health/family health</u>	
6	Adult cystic fibrosis	105,200
7	AIDS reporting and surveillance	1,000,000
8	Alzheimer's disease research	1,125,000
9	Breast and cervical cancer and	
10	bone density screening	1,346,700
11	Community placement treatment	1,130,700
12	County tuberculosis provider care	
13	and control	590,700
14	Crisis services	16,391,100
15	Folic acid	400,000
16	High risk perinatal services	2,543,400
17	Newborn screening program	6,271,300
18	Poison control centers funding	990,000
19	Renal and nonrenal disease	
20	management	198,000
21	<u>Behavioral health</u>	
22	Medicaid behavioral health -	
23	proposition 204	92,804,200
24	Medicaid behavioral health -	
25	traditional	878,797,400
26	Medicaid special exemption	
27	payments	22,032,600
28	Medicare clawback payments	12,541,500
29	Non-medicare prescription	
30	medication	40,154,900
31	Proposition 204 administration	6,446,700
32	Supported housing	5,324,800
33	Total appropriation and expenditure	
34	authority - department of	
35	health services	<u>\$1,196,812,700</u>
36	Fund sources:	
37	State general fund	\$ 426,649,000
38	Arizona state hospital fund	13,829,800
39	Arizona state hospital land	
40	earnings fund	1,150,000
41	Capital outlay stabilization fund	1,587,500
42	Child fatality review fund	95,400
43	Emergency medical services	
44	operating fund	5,093,200

1	Environmental laboratory licensure	
2	revolving fund	924,000
3	Federal child care development	
4	fund block grant	836,100
5	Health services licensing fund	8,463,300
6	Hearing and speech professionals	
7	fund	315,700
8	Indirect cost fund	7,746,700
9	Newborn screening program fund	6,749,900
10	Nursing care institutional resident	
11	protection revolving fund	38,000
12	Substance abuse services fund	2,250,000
13	Tobacco tax and health care fund -	
14	health research account	1,000,000
15	Tobacco tax and health care fund -	
16	medically needy account	35,167,000
17	Vital records electronic systems	
18	fund	3,615,300
19	Federal medicaid authority	681,301,800

20 Public health/family health

21 The department of health services may use up to four per cent of the
 22 amounts appropriated for renal and nonrenal disease management for the
 23 administrative costs to implement the program.

24 The department of health services shall distribute the entire
 25 appropriation for Alzheimer's disease research to grant recipients by
 26 September 30, 2011.

27 Behavioral health

28 It is the intent of the legislature that the per cent attributable to
 29 administration/profit for the regional behavioral health authority in
 30 Maricopa county is 7.25 per cent of the overall capitation rate.

31 The percentage of the overall capitation rate available for the direct
 32 administrative costs of the regional behavioral health authorities shall be
 33 reduced by 1.75 per cent relative to the percentage attributable to
 34 administration in fiscal year 2010-2011.

35 The department of health services shall report to the joint legislative
 36 budget committee thirty days after the end of each calendar quarter on the
 37 progress the department is making toward settling the Arnold v. Sarn lawsuit.
 38 The report shall include at a minimum the department's progress towards
 39 meeting the exit criteria and whether the department is in compliance with
 40 the exit criteria schedule.

41 The amounts included in the proposition 204 administration and medicaid
 42 behavioral health - proposition 204 special line items include all available
 43 sources of funding consistent with section 36-2901.01, subsection B, Arizona
 44 Revised Statutes.

In addition to the appropriation for the department of health services, earnings on state lands and interest on the investment of the permanent land funds are appropriated to the state hospital in compliance with the enabling act and the Constitution of Arizona.

Department-wide

The department shall report to the joint legislative budget committee by March 1 of each year on preliminary actuarial estimates of the capitation rate changes for the following fiscal year along with the reasons for the estimated changes. For any actuarial estimates that include a range, the total range from minimum to maximum shall be no more than two per cent. Before implementation of any changes in capitation rates for any behavioral health line items, the department of health services shall report its expenditure plan for review by the joint legislative budget committee. Before the department implements any changes in policy affecting the amount, sufficiency, duration and scope of health care services and who may provide services, the department shall prepare a fiscal impact analysis on the potential effects of this change on the following year's capitation rates. If the fiscal analysis demonstrates that these changes will result in additional state costs of \$500,000 or greater for a given fiscal year, the department shall submit the policy changes for review by the joint legislative budget committee.

A monthly report comparing total expenditures for the month and year-to-date as compared to prior year totals shall be forwarded electronically to the president of the senate, the speaker of the house of representatives, the chairpersons of the senate and house of representatives appropriations committees and the director of the joint legislative budget committee by the thirtieth of the following month. The report shall include an estimate of potential shortfalls in programs, potential federal and other funds, such as the statewide assessment for indirect costs, that may be available to offset these shortfalls, and a plan, if necessary, for eliminating any shortfall without a supplemental appropriation and total expenditure authority of the month and year-to-date for federally - matched services.

Sec. 47. ARIZONA HISTORICAL SOCIETY

	<u>2011-12</u>
FTE positions	51.9
Operating lump sum appropriation	\$ 2,031,400
Centennial museum	589,700
Field services and grants	65,000
Papago park museum	<u>3,606,100</u>
Total appropriation - Arizona historical society	\$ 6,292,200
Fund sources:	
State general fund	\$ 5,861,400
Capital outlay stabilization fund	430,800

1	Sec. 48. PRESCOTT HISTORICAL SOCIETY	
2		<u>2011-12</u>
3	FTE positions	13.0
4	Lump sum appropriation	\$ 673,700
5	Fund sources:	
6	State general fund	\$ 673,700
7	Sec. 49. BOARD OF HOMEOPATHIC AND INTEGRATED MEDICINE EXAMINERS	
8		<u>2011-12</u>
9	FTE positions	1.0
10	Lump sum appropriation	\$ 106,600
11	Fund sources:	
12	Board of homeopathic and	
13	integrated medicine	
14	examiners' fund	\$ 106,600
15	Sec. 50. DEPARTMENT OF HOUSING	
16		<u>2011-12</u>
17	FTE positions	11.0
18	Lump sum appropriation	\$ 927,200
19	Fund sources:	
20	Housing trust fund	\$ 927,200
21	Sec. 51. INDEPENDENT REDISTRICTING COMMISSION	
22		<u>2011-12</u>
23	Lump sum appropriation	\$ 3,000,000
24	Fund sources:	
25	State general fund	\$ 3,000,000
26	This appropriation is exempt from the provisions of section 35-190,	
27	Arizona Revised Statutes, relating to lapsing of appropriations, except that	
28	all monies remaining unexpended and unencumbered after payment of fees, costs	
29	and expenses of the commission revert to the state general fund.	
30	Sec. 52. ARIZONA COMMISSION OF INDIAN AFFAIRS	
31		<u>2011-12</u>
32	FTE positions	3.0
33	Lump sum appropriation	\$ 63,100
34	Fund sources:	
35	State general fund	\$ 63,100
36	Sec. 53. INDUSTRIAL COMMISSION OF ARIZONA	
37		<u>2011-12</u>
38	FTE positions	279.0
39	Lump sum appropriation	\$ 19,715,700
40	Fund sources:	
41	Industrial commission	
42	administrative fund	\$ 19,715,700

1 Sec. 54. DEPARTMENT OF INSURANCE

2		<u>2011-12</u>
3	FTE positions	90.5
4	Lump sum appropriation	\$ 5,449,500
5	Fund sources:	
6	State general fund	\$ 5,449,500

7 Sec. 55. ARIZONA JUDICIARY

8		<u>2011-12</u>
9	<u>Supreme court</u>	
10	FTE positions	169.0
11	Operating lump sum appropriation	\$ 17,932,200
12	Automation	12,221,600
13	Case and cash management system	3,326,500
14	County reimbursements	187,900
15	Court appointed special advocate	3,031,700
16	Domestic relations	648,100
17	Foster care review board	3,360,800
18	Commission on judicial conduct	514,000
19	Judicial nominations and	
20	performance review	424,400
21	Model court	447,600
22	State aid	<u>5,914,800</u>
23	Total appropriation - supreme court	\$ 48,009,600
24	Fund sources:	
25	State general fund	\$ 19,614,200
26	Confidential intermediary and	
27	fiduciary fund	483,000
28	Court appointed special advocate	
29	fund	2,929,700
30	Criminal justice enhancement fund	2,970,000
31	Defensive driving school fund	5,259,200
32	Judicial collection enhancement	
33	fund	13,808,700
34	State aid to the courts fund	2,944,800

35 By September 1, 2011, the supreme court shall report to the joint
 36 legislative budget committee on current and future automation projects
 37 coordinated by the administrative office of the courts. The report shall
 38 include a list of court automation projects receiving or anticipated to
 39 receive state monies in the current or next two fiscal years as well as a
 40 description of each project, number of FTE positions, the entities involved
 41 and the goals and anticipated results for each automation project. The
 42 report shall be submitted in one summary document. The report shall indicate
 43 each project's total multiyear cost by fund source and budget line item,
 44 including any prior year, current year and any future year expenditures.

Included in the appropriation for the supreme court program is \$1,000 for the purchase of mementos and items for visiting officials.

Of the \$187,900 appropriated for county reimbursements, state grand jury is limited to \$97,900 and capital postconviction relief is limited to \$90,000.

Court of appeals

FTE positions	134.8
Division I	\$ 10,256,200
Division II	\$ 4,456,500
Total appropriation - court of appeals	\$ 14,712,700

Fund sources:

State general fund	\$ 14,712,700
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Of the 134.8 FTE positions for fiscal year 2011-2012, 98.3 FTE positions are for Division I and 36.5 FTE positions are for Division II.

Superior court

FTE positions	136.5
Judges compensation	\$ 7,393,400
Adult standard probation	13,543,300
Adult intensive probation	10,752,300
Community punishment	2,316,300
Interstate compact	641,800
Drug court	1,013,600
Juvenile standard probation	4,606,000
Juvenile intensive probation	9,177,500
Juvenile treatment services	20,644,400
Juvenile family counseling	660,400
Juvenile crime reduction	5,123,400
Probation surcharge	5,029,700
Juvenile diversion consequences	9,024,900
Special water master	20,000
Total appropriation - superior court	\$ 89,947,000

Fund sources:

State general fund	\$ 77,477,600
Criminal justice enhancement fund	6,939,700
Drug treatment and education fund	500,000
Judicial collection enhancement fund	5,029,700

Of the 136.5 FTE positions, 81 FTE positions represent superior court judges in counties with a population of less than two million persons. One-half of their salaries are provided by state general fund appropriations pursuant to section 12-128, Arizona Revised Statutes. This is not meant to limit the counties' ability to add judges pursuant to section 12-121, Arizona Revised Statutes.

Up to 4.6 per cent of the amounts appropriated for juvenile probation services - treatment services and juvenile diversion consequences may be retained and expended by the supreme court to administer the programs established by section 8-322, Arizona Revised Statutes, and to conduct evaluations as needed. The remaining portion of the treatment services and juvenile diversion consequences programs shall be deposited in the juvenile probation services fund established by section 8-322, Arizona Revised Statutes.

Receipt of state probation monies by the counties is contingent on the county maintenance of fiscal year 2003-2004 expenditure levels for each probation program. State probation monies are not intended to supplant county dollars for probation programs.

By November 1, 2011, the administrative office of the courts shall report to the joint legislative budget committee the fiscal year 2010-2011 actual, fiscal year 2011-2012 estimated and fiscal year 2012-2013 requested amounts for the following:

1. On a county-by-county basis, the number of authorized and filled case carrying probation positions and non-case carrying positions, distinguishing between adult standard, adult intensive, juvenile standard and juvenile intensive. The report shall indicate the level of state probation funding, other state funding, county funding and probation surcharge funding for those positions.

2. Total receipts and expenditures by county and fund source for the adult standard, adult intensive, juvenile standard and juvenile intensive line items, including the amount of personal services expended from each revenue source of each account.

3. The amount of monies from the adult standard, adult intensive, juvenile standard and juvenile intensive line items that the office does not distribute as direct aid to counties. The report shall delineate how the office expends these monies that are not distributed as direct aid to counties.

Total appropriation - Arizona judiciary	\$152,669,300
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Fund sources:

State general fund	\$111,804,500
Confidential intermediary and fiduciary fund	483,000
Court appointed special advocate fund	2,929,700
Criminal justice enhancement fund	9,909,700
Defensive driving school fund	5,259,200
Drug treatment and education fund	500,000
Judicial collection enhancement fund	18,838,400
State aid to the courts fund	2,944,800

1 Sec. 56. DEPARTMENT OF JUVENILE CORRECTIONS

2		<u>2011-12</u>
3	FTE positions	1,001.7
4	Lump sum appropriation	\$ 53,692,600
5	Fund sources:	
6	State general fund	\$ 49,792,500
7	State charitable, penal and	
8	reformatory institutions	
9	land fund	1,098,600
10	Criminal justice enhancement fund	534,600
11	State education fund for committed	
12	youth	2,266,900

13 Twenty-five per cent of land earnings and interest from the state
 14 charitable, penal and reformatory institutions land fund shall be distributed
 15 to the department of juvenile corrections, in compliance with section 25 of
 16 the enabling act and the Constitution of Arizona, to be used for the support
 17 of state juvenile institutions and reformatories.

18 Sec. 57. STATE LAND DEPARTMENT

19		<u>2011-12</u>
20	FTE positions	152.9
21	Operating lump sum appropriation	\$ 12,925,700
22	Natural resource conservation	
23	districts	650,000
24	CAP user fees	481,200
25	Due diligence fund	<u>500,000</u>
26	Total appropriation - state land department	\$ 14,556,900
27	Fund sources:	
28	State general fund	\$ 1,248,500
29	Environmental special plate fund	260,000
30	Due diligence fund	500,000
31	Trust land management fund	12,548,400

32 The appropriation includes \$481,200 for central Arizona project user
 33 fees in fiscal year 2011-2012. For fiscal year 2011-2012, from
 34 municipalities that assume their allocation of central Arizona project water
 35 every dollar received as reimbursement to the state for past central Arizona
 36 water conservation district payments, one dollar reverts to the state general
 37 fund in the year that the reimbursement is collected.

38 Of the amount appropriated for natural resource conservation districts
 39 in fiscal year 2011-2012, \$30,000 shall be used to provide grants to natural
 40 resource conservation districts environmental education centers.

1	Sec. 58. LAW ENFORCEMENT MERIT SYSTEM COUNCIL	
2		<u>2011-12</u>
3		
4	FTE positions	1.0
5	Lump sum appropriation	\$ 69,500
6	Fund sources:	
7	State general fund	\$ 69,500
8	Sec. 59. LEGISLATURE	
9		<u>2011-12</u>
10	<u>Senate</u>	
11	Lump sum appropriation	\$ 8,097,600*
12	Fund sources:	
13	State general fund	\$ 8,097,600
14	Included in the lump sum appropriation of \$8,097,600 for fiscal year	
15	2011-2012 is \$1,000 for the purchase of mementos and items for visiting	
16	officials.	
17	<u>House of representatives</u>	
18	Lump sum appropriation	\$ 12,864,900*
19	Fund sources:	
20	State general fund	\$ 12,864,900
21	Included in the lump sum appropriation of \$12,864,900 for fiscal year	
22	2011-2012 is \$1,000 for the purchase of mementos and items for visiting	
23	officials.	
24	<u>Legislative council</u>	
25	FTE positions	42.8
26	Operating lump sum appropriation	\$ 4,200,900
27	Ombudsman-citizens aide office	<u>537,900</u>
28	Total appropriation - legislative	
29	council	\$ 4,738,800*
30	Fund sources:	
31	State general fund	\$ 4,738,800
32	<u>Joint legislative budget committee</u>	
33	FTE positions	29.0
34	Lump sum appropriation	\$ 2,496,700*
35	Fund sources:	
36	State general fund	\$ 2,496,700
37	<u>Auditor general</u>	
38	FTE positions	199.4
39	Lump sum appropriation	\$ 16,302,500*
40	Fund sources:	
41	State general fund	\$ 16,302,500

1 Sec. 60. DEPARTMENT OF LIQUOR LICENSES AND CONTROL

2 2011-12
 3 FTE positions 45.2
 4 Lump sum appropriation \$ 2,892,200
 5 Fund sources:
 6 Liquor licenses fund \$ 2,892,200

7 Sec. 61. ARIZONA STATE LOTTERY COMMISSION

8 2011-12
 9 FTE positions 104.0
 10 Operating lump sum appropriation \$ 8,226,100
 11 Advertising 15,500,000
 12 Total appropriation - Arizona state
 13 lottery commission \$ 23,726,100
 14 Fund source:
 15 State lottery fund \$ 23,726,100

16 An amount equal to 3.6 per cent of actual instant ticket sales is
 17 appropriated for the printing of instant tickets or for contractual
 18 obligations concerning instant ticket distribution. This amount is currently
 19 estimated to be \$14,608,700 in fiscal year 2011-2012.

20 An amount equal to a percentage of actual online game sales as
 21 determined by contract is appropriated for payment of online vendor fees.
 22 This amount is currently estimated to be \$7,054,700, or 3.7 per cent of
 23 actual online ticket sales in fiscal year 2011-2012.

24 An amount equal to 6.5 per cent of gross lottery game sales, less tab
 25 tickets, is appropriated for payment of sales commissions to ticket
 26 retailers. An additional amount of not to exceed 0.5 per cent of gross
 27 lottery game sales is appropriated for payment of sales commissions to ticket
 28 retailers. The combined amount is currently estimated to be 6.7 per cent of
 29 total ticket sales, or \$39,159,100 in fiscal year 2011-2012.

30 An amount equal to twenty per cent of tab ticket sales is appropriated
 31 for payment of sales commissions to charitable organizations. This amount is
 32 currently estimated to be \$2,400,000 in fiscal year 2011-2012.

33 Sec. 62. ARIZONA MEDICAL BOARD

34 2011-12
 35 FTE positions 58.5
 36 Lump sum appropriation \$ 5,771,100
 37 Fund sources:
 38 Arizona medical board fund \$ 5,771,100

39 The Arizona medical board may use up to seven per cent of the Arizona
 40 medical board fund balance remaining at the end of each fiscal year for a
 41 performance based incentive program the following fiscal year based on the
 42 program established by section 38-618, Arizona Revised Statutes.

1	Sec. 63. BOARD OF MEDICAL STUDENT LOANS	
2		<u>2011-12</u>
3	Medical student financial	
4	assistance	\$ 87,200
5	Fund sources:	
6	State general fund	\$ 67,000
7	Medical student loan fund	20,200
8	Sec. 64. STATE MINE INSPECTOR	
9		<u>2011-12</u>
10	FTE positions	14.0
11	Operating lump sum appropriation	\$ 943,900
12	Abandoned mines safety fund deposit	182,000
13	Aggregate mined land reclamation	<u>111,500</u>
14	Total appropriation - state mine inspector	\$ 1,237,400
15	Fund sources:	
16	State general fund	\$ 1,125,900
17	Aggregate mining reclamation fund	111,500
18	All aggregate mining reclamation fund receipts received by the state	
19	mine inspector in excess of \$111,500 in fiscal year 2011-2012 are	
20	appropriated to the aggregate mined land reclamation line item. Before the	
21	expenditure of any aggregate mining reclamation fund receipts in excess of	
22	\$111,500 in fiscal year 2011-2012, the state mine inspector shall report the	
23	intended use of the monies to the joint legislative budget committee.	
24	Sec. 65. NATUROPATHIC PHYSICIANS MEDICAL BOARD	
25		<u>2011-12</u>
26	FTE positions	7.0
27	Lump sum appropriation	\$ 595,100
28	Fund sources:	
29	Naturopathic physicians medical	
30	board fund	\$ 595,100
31	Sec. 66. ARIZONA NAVIGABLE STREAM ADJUDICATION COMMISSION	
32		<u>2011-12</u>
33	FTE positions	2.0
34	Lump sum appropriation	\$ 133,500
35	Fund sources:	
36	State general fund	\$ 133,500
37	Sec. 67. ARIZONA STATE BOARD OF NURSING	
38		<u>2011-12</u>
39	FTE positions	40.2
40	Lump sum appropriation	\$ 4,074,400
41	Fund sources:	
42	Board of nursing fund	\$ 4,074,400

1	Sec. 68.	BOARD OF EXAMINERS OF NURSING CARE INSTITUTION ADMINISTRATORS AND		
2		ASSISTED LIVING FACILITY MANAGERS		
3			<u>2011-12</u>	
4		FTE positions		5.0
5		Lump sum appropriation	\$	373,200
6		Fund sources:		
7		Nursing care institution		
8		administrators' licensing and		
9		assisted living facility		
10		managers' certification fund	\$	373,200
11	Sec. 69.	OCCUPATIONAL SAFETY AND HEALTH REVIEW BOARD		
12			<u>2011-12</u>	
13		FTE positions		0.0
14		Lump sum appropriation	\$	15,000*
15		Fund sources:		
16		State general fund		15,000
17	Sec. 70.	BOARD OF OCCUPATIONAL THERAPY EXAMINERS		
18			<u>2011-12</u>	
19		FTE positions		1.5
20		Lump sum appropriation	\$	160,000
21		Fund sources:		
22		Occupational therapy fund	\$	160,000
23	Sec. 71.	STATE BOARD OF DISPENSING OPTICIANS		
24			<u>2011-12</u>	
25		FTE positions		1.0
26		Lump sum appropriation	\$	132,500
27		Fund sources:		
28		Board of dispensing opticians fund	\$	132,500
29	Sec. 72.	STATE BOARD OF OPTOMETRY		
30			<u>2011-12</u>	
31		FTE positions		2.0
32		Lump sum appropriation	\$	199,200
33		Fund sources:		
34		Board of optometry fund	\$	199,200
35	Sec. 73.	ARIZONA BOARD OF OSTEOPATHIC EXAMINERS IN MEDICINE AND SURGERY		
36			<u>2011-12</u>	
37		FTE positions		6.7
38		Lump sum appropriation	\$	710,200
39		Fund sources:		
40		Board of osteopathic examiners fund	\$	710,200

1 Sec. 74. STATE PARKS BOARD

2		<u>2011-12</u>
3	FTE positions	232.3
4	Operating lump sum appropriation	\$ 8,039,800
5	Kartchner caverns state park	<u>2,180,300</u>
6	Total appropriation - Arizona state parks	
7	board	\$ 10,220,100
8	Fund sources:	
9	State parks enhancement fund	\$ 7,807,000
10	Law enforcement and boating	
11	safety fund	2,206,700
12	Reservation surcharge revolving	
13	fund	206,400

14 The appropriation for law enforcement and boating safety fund projects
 15 is an estimate representing all monies distributed to this fund, including
 16 balance forward, revenue and transfers during fiscal year 2011-2012. These
 17 monies are appropriated to the Arizona state parks board for the purposes
 18 established in section 5-383, Arizona Revised Statutes. The appropriation
 19 shall be adjusted as necessary to reflect actual final receipts credited to
 20 the law enforcement and boating safety fund.

21 All other operating expenditures include \$26,000 from the state parks
 22 enhancement fund for Fool Hollow state park revenue sharing. If receipts to
 23 Fool Hollow exceed \$260,000 in fiscal year 2011-2012, an additional ten per
 24 cent of this increase of Fool Hollow receipts is appropriated from the state
 25 parks enhancement fund to meet the revenue sharing agreement with the city of
 26 Show Low and the United States forest service.

27 All reservation surcharge revolving fund receipts received by the
 28 Arizona state parks board in excess of \$206,400 in fiscal year 2011-2012 are
 29 appropriated to the reservation surcharge revolving fund. Before the
 30 expenditure of any reservation surcharge revolving fund monies in excess of
 31 \$206,400 in fiscal year 2011-2012, the Arizona state parks board shall report
 32 the intended use of the monies to the joint legislative budget committee.

33 During fiscal year 2011-2012, no more than \$5,000 each year from
 34 appropriated or nonappropriated monies may be used for the purposes of
 35 out-of-state travel expenses by state parks board staff. No appropriated or
 36 nonappropriated monies may be used for out-of-country travel expenses. The
 37 state parks board shall submit by June 30, 2012, a report to the joint
 38 legislative budget committee on out-of-state travel activities and
 39 expenditures for that fiscal year.

40 Sec. 75. PERSONNEL BOARD

41		<u>2011-12</u>
42	FTE positions	3.0
43	Lump sum appropriation	\$ 373,200

1	Fund sources:	
2	Personnel division fund -	
3	personnel board account	\$ 373,200
4	Sec. 76. OFFICE OF PEST MANAGEMENT	
5		<u>2011-12</u>
6	FTE positions	40.0
7	Lump sum appropriation	\$ 2,793,900
8	Fund sources:	
9	Pest management fund	\$ 2,793,900
10	Sec. 77. ARIZONA STATE BOARD OF PHARMACY	
11		<u>2011-12</u>
12	FTE positions	18.0
13	Lump sum appropriation	\$ 1,949,000
14	Fund sources:	
15	Arizona state board of pharmacy	
16	fund	\$ 1,949,000
17	Sec. 78. BOARD OF PHYSICAL THERAPY EXAMINERS	
18		<u>2011-12</u>
19	FTE positions	3.8
20	Lump sum appropriation	\$ 364,400
21	Fund sources:	
22	Board of physical therapy fund	\$ 364,400
23	Sec. 79. ARIZONA PIONEERS' HOME	
24		<u>2011-12</u>
25	FTE positions	115.8
26	Operating lump sum appropriation	\$ 5,937,400
27	Prescription drugs	<u>240,000</u>
28	Total appropriation - pioneers' home	\$ 6,177,400
29	Fund sources:	
30	State general fund	\$ 1,570,900
31	Miners' hospital fund	1,743,200
32	State charitable fund	2,863,300
33	Earnings on state lands and interest on the investment of the permanent	
34	land funds are appropriated for the pioneers' home and the hospital for	
35	disabled miners in compliance with the enabling act and the Constitution of	
36	Arizona.	
37	Sec. 80. STATE BOARD OF PODIATRY EXAMINERS	
38		<u>2011-12</u>
39	FTE positions	1.0
40	Lump sum appropriation	\$ 142,400
41	Fund sources:	
42	Podiatry fund	\$ 142,400

1 Sec. 81. COMMISSION FOR POSTSECONDARY EDUCATION

2			<u>2011-12</u>
3	FTE positions		5.0
4	Operating lump sum appropriation	\$	392,600
5	Leveraging educational assistance		
6	partnership (LEAP)		4,264,500
7	Family college savings program		149,500
8	Arizona college and career guide		21,200
9	Math and science teacher		
10	initiative		176,000
11	Arizona minority educational		
12	policy analysis center		100,000
13	Twelve plus partnership		<u>130,500</u>
14	Total appropriation - commission for		
15	postsecondary education	\$	5,234,300
16	Fund sources:		
17	State general fund	\$	1,396,800
18	Postsecondary education fund		3,837,500

19 Each participating institution, public or private, in order to be
20 eligible to receive state matching funds under the leveraging educational
21 assistance partnership for grants to students, shall provide an amount of
22 institutional matching funds that equals the amount of funds provided by the
23 state to the institution for the leveraging educational assistance
24 partnership. Administrative expenses incurred by the commission for
25 postsecondary education shall be paid from institutional matching funds and
26 shall not exceed twelve per cent of the funds in fiscal year 2011-2012.

27 Any unencumbered balance remaining in the postsecondary education fund
28 on June 30, 2011, and all grant monies and other revenues received by the
29 commission for postsecondary education, when paid into the state treasury,
30 are appropriated for the explicit purposes designated by line items and for
31 additional responsibilities prescribed in sections 15-1851 and 15-1852,
32 Arizona Revised Statutes.

33 The appropriations for Arizona college and career guide, Arizona
34 minority educational policy analysis center and twelve plus partnership are
35 estimates representing all monies distributed to this fund, including balance
36 forward, revenue and transfers, during fiscal year 2011-2012. The
37 appropriations shall be adjusted as necessary to reflect actual final
38 receipts credited to the postsecondary education fund.

39 Sec. 82. STATE BOARD FOR PRIVATE POSTSECONDARY EDUCATION

40			<u>2011-12</u>
41	FTE positions		4.0
42	Lump sum appropriation	\$	330,500
43	Fund sources:		
44	Board for private postsecondary		
45	education fund	\$	330,500

1	Sec. 83. STATE BOARD OF PSYCHOLOGIST EXAMINERS	
2		<u>2011-12</u>
3	FTE positions	4.0
4	Lump sum appropriation	\$ 359,500
5	Fund sources:	
6	Board of psychologist examiners	
7	fund	\$ 359,500
8	Sec. 84. DEPARTMENT OF PUBLIC SAFETY	
9		<u>2011-12</u>
10	FTE positions	2,139.8
11	Operating lump sum appropriation	\$187,268,100
12	GIITEM	21,021,200
13	Motor vehicle fuel	<u>3,935,500</u>
14	Total appropriation - department of public	
15	safety	\$212,224,800
16	Fund sources:	
17	State general fund	\$ 44,897,600
18	Highway user revenue fund	120,736,900
19	Arizona highway patrol fund	18,679,000
20	Criminal justice enhancement fund	2,886,500
21	Safety enforcement and transportation	
22	infrastructure fund	1,518,800
23	Crime laboratory assessment fund	872,500
24	Crime laboratory operations fund	11,127,200
25	Arizona deoxyribonucleic acid	
26	identification system fund	3,007,500
27	Automated fingerprint identification	
28	system fund	3,012,700
29	Motorcycle safety fund	205,000
30	Public safety equipment fund	2,000,000
31	Risk management fund	1,457,800
32	Parity compensation fund	1,823,300

33 Of the \$21,021,200 appropriated to GIITEM, \$9,182,700 shall be used for
 34 one hundred department of public safety GIITEM personnel. The additional
 35 staff shall include at least fifty sworn department of public safety
 36 positions to be used for immigration enforcement and border security and
 37 fifty department of public safety positions to assist GIITEM in various
 38 efforts, including: 1) strict enforcement of all federal law relating to
 39 illegal aliens and arresting illegal aliens, 2) responding to or assisting
 40 any county sheriff or attorney in investigating complaints of employment of
 41 illegal aliens, 3) enforcing Arizona's law known as the Legal Arizona Workers
 42 Act, strict enforcement of Arizona's SB 1070 Arizona's "Support Our Law
 43 Enforcement and Safe Neighborhoods Act", investigating crimes of identity
 44 theft in the context of hiring illegal aliens and the unlawful entry into the
 45 country and 4) taking strict enforcement action. Any change in the GIITEM

mission or allocation of monies must be approved by the joint legislative budget committee. The department shall submit an expenditure plan to the joint legislative budget committee for review before expending any monies not identified in the department's previous expenditure plans.

Of the \$21,021,200 appropriated to GIITEM, only \$2,603,400 shall be deposited in the GIITEM fund established by section 41-1724, Arizona Revised Statutes, and is appropriated for the purposes of that section. The \$2,603,400 is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to the lapsing of appropriations. This state recognizes that states have inherent authority to arrest a person for any immigration violation.

Any monies remaining in the department of public safety joint account on June 30, 2012 shall revert to the funds from which they were appropriated. The reverted monies shall be returned in direct proportion to the amounts appropriated.

Sec. 85. ARIZONA DEPARTMENT OF RACING

	<u>2011-12</u>
FTE positions	40.5
Operating lump sum appropriation	\$ 2,084,100
County fairs livestock and agricultural promotion	<u>1,779,500</u>
Total appropriation - department of racing	\$ 3,863,600
Fund sources:	
State general fund	\$ 2,821,600
Racing regulation fund	1,042,000

The amount appropriated to the county fairs livestock and agricultural promotion line item is for deposit in the county fairs livestock and agricultural promotion fund administered by the office of the governor.

Sec. 86. RADIATION REGULATORY AGENCY

	<u>2011-12</u>
FTE positions	28.0
Lump sum appropriation	\$ 1,522,200
Fund sources:	
State general fund	\$ 757,000
State radiologic technologist certification fund	265,200
Radiation regulatory fee fund	500,000

Sec. 87. REAL ESTATE DEPARTMENT

	<u>2011-12</u>
FTE positions	55.0
Lump sum appropriation	\$ 2,987,300
Fund sources:	
State general fund	\$ 2,987,300

1	Sec. 88. RESIDENTIAL UTILITY CONSUMER OFFICE	
2		<u>2011-12</u>
3	FTE positions	11.0
4	Operating lump sum appropriation	\$ 1,142,100
5	Professional witnesses	<u>145,000*</u>
6	Total appropriation - residential utility	
7	consumer office	\$ 1,287,100
8	Fund sources:	
9	Residential utility consumer	
10	office revolving fund	\$ 1,287,100
11	Sec. 89. BOARD OF RESPIRATORY CARE EXAMINERS	
12		<u>2011-12</u>
13	FTE positions	4.0
14	Lump sum appropriation	\$ 312,000
15	Fund sources:	
16	Board of respiratory care	
17	examiners fund	\$ 312,000
18	Sec. 90. STATE RETIREMENT SYSTEM	
19		<u>2011-12</u>
20	FTE positions	236.0
21	Lump sum appropriation	\$ 23,684,800
22	Fund sources:	
23	State retirement system	
24	administration account	\$ 20,884,800
25	Long-term disability	
26	administration account	2,800,000
27	Sec. 91. DEPARTMENT OF REVENUE	
28		<u>2011-12</u>
29	FTE positions	935.0
30	Operating lump sum appropriation	\$ 55,768,100
31	BRITS operational support	5,577,700
32	Temporary collectors	2,914,300
33	Unclaimed property administration	
34	and audit	<u>1,770,000</u>
35	Total appropriation - department of revenue	\$ 66,030,100
36	Fund sources:	
37	State general fund	\$ 42,303,800
38	DOR administrative fund	22,662,500
39	Liability setoff fund	390,600
40	Tobacco tax and health care fund	673,200
41	The \$2,914,300 appropriated from the state general fund for temporary	
42	collectors is to collect established debt. The department shall report its	
43	results to the joint legislative budget committee on or before January 31,	
44	2012.	

1 If the twelve and one-half per cent of the total dollar value of
 2 properties recovered by unclaimed property contract auditors exceeds
 3 \$1,770,000, the excess amount shall be transferred from the state general
 4 fund to the DOR administrative fund and appropriated to the department for
 5 contract auditor fees.

6 The department shall report the department's general fund revenue
 7 enforcement goals for fiscal year 2011-2012 to the joint legislative budget
 8 committee by July 31, 2011. The department shall provide an annual progress
 9 report to the joint legislative budget committee as to the effectiveness of
 10 the department's overall enforcement and collections program for fiscal year
 11 2011-2012 by July 31, 2012. The reports shall include a comparison of
 12 projected and actual general fund revenue enforcement collections for fiscal
 13 year 2011-2012.

14 Sec. 92. SCHOOL FACILITIES BOARD

	<u>2011-12</u>
FTE positions	17.0
Operating lump sum appropriation	\$ 1,392,500
New school facilities debt service	160,105,700
Building renewal grant	<u>2,667,900</u>
Total appropriation - school facilities	
board	\$164,166,100

22 Fund sources:

State general fund	\$164,166,100
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24 Pursuant to section 35-142.01, Arizona Revised Statutes, any
 25 reimbursement received by or allocated to the school facilities board under
 26 the federal qualified school construction bond program in fiscal year
 27 2011-2012 shall be deposited in or revert to the state general fund.

28 Sec. 93. DEPARTMENT OF STATE - SECRETARY OF STATE

	<u>2011-12</u>
FTE positions	139.1
Operating lump sum appropriation	\$ 8,673,800
Election services	4,453,300
Help America vote act	2,934,200
Library grants-in-aid	651,400
Litigation costs	85,000
Statewide radio reading service	
for the blind	<u>97,000</u>
Total appropriation - secretary of state	\$ 16,894,700

39 Fund sources:

State general fund	\$ 13,386,800
Election systems improvement fund	2,934,200
Record services fund	573,700

The secretary of state shall report to the joint legislative budget committee and the governor's office of strategic planning and budgeting by December 31, 2011 the actual amount and purpose of expenditures from the election systems improvement fund in fiscal year 2010-2011 and the expected amount and purpose of expenditures from the fund for fiscal year 2011-2012.

Any transfer to or from the amount appropriated for the election services line item shall require review by the joint legislative budget committee.

The fiscal year 2011-2012 appropriation from the election systems improvement fund for HAVA is available for use pursuant to section 35-143.01, subsection C, Arizona Revised Statutes, and is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations, until June 30, 2013.

Included in the operating lump sum appropriation of \$8,673,800 for fiscal year 2011-2012 is \$5,000 for the purchase of mementos and items for visiting officials.

Sec. 94. STATE BOARDS' OFFICE

		<u>2011-12</u>
FTE positions		3.0
Lump sum appropriation	\$	220,900
Fund sources:		
Special services revolving fund	\$	220,900

Sec. 95. STATE BOARD OF TAX APPEALS

		<u>2011-12</u>
FTE positions		4.0
Lump sum appropriation	\$	252,700
Fund sources:		
State general fund	\$	252,700

Sec. 96. BOARD OF TECHNICAL REGISTRATION

		<u>2011-12</u>
FTE positions		23.0
Lump sum appropriation	\$	1,829,200
Fund sources:		
Technical registration fund	\$	1,829,200

Sec. 97. DEPARTMENT OF TRANSPORTATION

		<u>2011-12</u>
FTE positions		4,548.0
Operating lump sum appropriation	\$	201,524,600
Attorney general legal services		2,895,600
Highway maintenance		126,555,600
Vehicles and heavy equipment		27,592,000
Fraud investigation		753,900
New third party funding		<u>940,100</u>
Total appropriation - Arizona department of transportation		\$360,261,800

1	Fund sources:	
2	State general fund	\$ 54,600
3	Air quality fund	72,900
4	Driving under the influence	
5	abatement fund	148,100
6	Highway user revenue fund	86,896,700
7	Motor vehicle liability	
8	insurance enforcement fund	1,066,400
9	Safety enforcement and	
10	transportation infrastructure	
11	fund	1,866,200
12	State aviation fund	1,592,700
13	State highway fund	239,523,000
14	Transportation department	
15	equipment fund	27,592,000
16	Vehicle inspection and title	
17	enforcement fund	1,449,200

18 It is the intent of the legislature that the department not include any
 19 administrative overhead expenditures in duplicate drivers' license fees
 20 charged to the public.

21 Of the total amount appropriated, \$126,555,600 in fiscal year 2011-2012
 22 for highway maintenance is exempt from the provisions of section 35-190,
 23 Arizona Revised Statutes, relating to lapsing of appropriations, except that
 24 all unexpended and unencumbered monies of the appropriation revert to their
 25 fund of origin, either the state highway fund or the safety enforcement and
 26 transportation infrastructure fund, on August 31, 2012.

27 The department of transportation shall submit an annual report to the
 28 joint legislative budget committee on progress in improving motor vehicle
 29 division wait times and vehicle registration renewal by mail turnaround times
 30 in a format similar to prior years. The report is due on July 31, 2012 for
 31 fiscal year 2011-2012.

32 Of the \$360,261,800 appropriation to the department of transportation,
 33 the department of transportation shall pay \$16,773,800 in fiscal year
 34 2011-2012 from all funds to the department of administration for its risk
 35 management payment.

36 Sec. 98. STATE TREASURER

37		<u>2011-12</u>
38	FTE positions	29.4
39	Operating lump sum appropriation	\$ 2,583,300
40	Justice of the peace salaries	<u>1,115,100</u>
41	Total appropriation - state treasurer	\$ 3,698,400
42	Fund sources:	
43	State general fund	\$ 1,115,100
44	State treasurer's operating fund	2,495,000
45	State treasurer's management fund	88,300

1 Sec. 99. ARIZONA BOARD OF REGENTS

2		<u>2011-12</u>
3	FTE positions	25.9
4	Operating lump sum appropriation	\$ 2,383,500
5	Arizona teachers incentive program	90,000
6	Arizona transfer articulation	
7	support system	213,700
8	Student financial assistance	10,041,200
9	Western interstate commission	
10	office	125,000
11	WICHE student subsidies	<u>4,106,000</u>
12	Total appropriation - Arizona board of	
13	regents	\$ 16,959,400
14	Fund sources:	
15	State general fund	\$ 16,959,400

16 Within ten days of the acceptance of the universities' semiannual all
 17 funds budget reports, the Arizona board of regents shall submit an
 18 expenditure plan for review to the joint legislative budget committee. The
 19 expenditure plan shall include any tuition revenue amounts that are greater
 20 than the appropriated amounts and all retained tuition and fee revenue
 21 expenditures for the current fiscal year. The additional revenue expenditure
 22 plan shall provide as much detail as the university budget requests.

23 Sec. 100. ARIZONA STATE UNIVERSITY - TEMPE AND DOWNTOWN PHOENIX CAMPUSES

24		<u>2011-12</u>
25	FTE positions	6,868.8
26	Operating lump sum appropriation	\$425,920,700
27	Biomedical informatics	2,056,800
28	Downtown Phoenix campus	<u>93,626,400</u>
29	Total appropriation - Arizona state	
30	university - Tempe and downtown	
31	Phoenix campuses	\$521,603,900
32	Fund sources:	
33	State general fund	\$150,362,200
34	University collections fund	371,241,700

35 It is the intent of the legislature that the general fund base funding
 36 for Arizona state university - Tempe and downtown Phoenix campuses is
 37 \$225,122,600. This appropriation includes a deferral of \$74,760,400 from
 38 fiscal year 2011-2012 to fiscal year 2012-2013. This deferral shall be paid
 39 as required in section 131 of this act.

40 The state general fund appropriations shall not be used for alumni
 41 association funding.

42 The appropriated monies shall not be used for scholarships or any
 43 student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2011 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

The appropriated monies shall not be used by the Arizona state university college of law legal clinic for any lawsuits involving inmates of the state department of corrections in which the state is the adverse party. Sec. 101. ARIZONA STATE UNIVERSITY - EAST CAMPUS

	<u>2011-12</u>
FTE positions	526.1
Operating lump sum appropriation	\$ 46,290,000
TRIF lease-purchase payment	<u>2,000,000</u>
Total appropriation - Arizona state university - East campus	\$ 48,290,000
Fund sources:	
State general fund	\$ 11,655,000
University collections fund	34,635,000
Technology and research initiative fund	2,000,000

It is the intent of the legislature that the general fund base funding for Arizona state university - East campus is \$17,405,200. This appropriation includes a deferral of \$5,750,200 from fiscal year 2011-2012 to fiscal year 2012-2013. This deferral shall be paid as required in section 131 of this act.

The state general fund appropriations shall not be used for alumni association funding.

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2011 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session

account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 102. ARIZONA STATE UNIVERSITY - WEST CAMPUS

	<u>2011-12</u>
FTE positions	795.7
Operating lump sum appropriation	\$ 47,818,600
TRIF lease-purchase payment	<u>1,600,000</u>
Total appropriation - Arizona state university - West campus	\$ 49,418,600
Fund sources:	
State general fund	\$ 21,556,900
University collections fund	26,261,700
Technology and research initiative fund	1,600,000

It is the intent of the legislature that the general fund base funding for Arizona state university - West campus is \$31,621,700. This appropriation includes a deferral of \$10,064,800 from fiscal year 2011-2012 to fiscal year 2012-2013. This deferral shall be paid as required in section 131 of this act.

The state general fund appropriations shall not be used for alumni association funding.

The appropriated monies shall not be used for scholarships or any student newspaper.

Any unencumbered balances remaining in the collections account on June 30, 2011 and all collections received by the university during the fiscal year, when paid into the state treasury, are appropriated for operating expenditures, capital outlay and fixed charges. Earnings on state lands and interest on the investment of the permanent land funds are appropriated in compliance with the enabling act and the Constitution of Arizona. No part of this appropriation may be expended for supplemental life insurance or supplemental retirement. Receipts from summer session, when deposited in the state treasury, together with any unencumbered balance in the summer session account, are appropriated for the purpose of conducting summer sessions but are excluded from the amounts enumerated above.

Sec. 103. NORTHERN ARIZONA UNIVERSITY

	<u>2011-12</u>
FTE positions	1,989.0
Operating lump sum appropriation	\$142,679,100
NAU - Yuma	2,999,600
Teacher training	<u>2,000,000</u>
Total appropriation - Northern Arizona university	\$147,678,700
Fund sources:	
State general fund	\$ 61,065,500
University collections fund	86,613,200

1 It is the intent of the legislature that the general fund base funding
 2 for Northern Arizona university is \$91,560,300. This appropriation includes
 3 a deferral of \$30,494,800 from fiscal year 2011-2012 to fiscal year
 4 2012-2013. This deferral shall be paid as required in section 131 of this
 5 act.

6 The state general fund appropriations shall not be used for alumni
 7 association funding.

8 The appropriated monies shall not be used for scholarships or any
 9 student newspaper.

10 Any unencumbered balances remaining in the collections account on June
 11 30, 2011 and all collections received by the university during the fiscal
 12 year, when paid into the state treasury, are appropriated for operating
 13 expenditures, capital outlay and fixed charges. Earnings on state lands and
 14 interest on the investment of the permanent land funds are appropriated in
 15 compliance with the enabling act and the Constitution of Arizona. No part of
 16 this appropriation may be expended for supplemental life insurance or
 17 supplemental retirement. Receipts from summer session, when deposited in the
 18 state treasury, together with any unencumbered balance in the summer session
 19 account, are appropriated for the purpose of conducting summer sessions but
 20 are excluded from the amounts enumerated above.

21 The appropriated amount for the teacher training line item shall be
 22 distributed to the Arizona K-12 center for program implementation and mentor
 23 training for the Arizona mentor teacher program prescribed by the state board
 24 of education.

25 Sec. 104. UNIVERSITY OF ARIZONA

26 2011-12

27 Main campus

28 FTE positions	5,805.5
29 Operating lump sum appropriation	\$322,448,700
30 Agriculture	37,452,600
31 Arizona cooperative extension	12,923,100
32 Sierra Vista campus	<u>5,222,800</u>
33 Total - Main campus	\$378,047,200

34 Fund sources:

35 State general fund	\$122,858,300
36 University collections fund	255,188,900

37 Health sciences center

38 FTE positions	979.1
39 Operating lump sum appropriation	\$ 35,486,800
40 Clinical rural rotation	373,300
41 Clinical teaching support	8,587,000
42 Liver research institute	477,300
43 Phoenix medical campus	14,451,300
44 Telemedicine network	<u>1,937,700</u>
45 Total - health sciences center	\$ 61,313,400

1	Fund sources:	
2	State general fund	\$ 35,931,600
3	University collections fund	25,381,800
4	Total appropriation - university of	
5	Arizona	<u>\$439,360,600</u>

6	Fund sources:	
7	State general fund	\$158,789,900
8	University collections fund	280,570,700

9 It is the intent of the legislature that the general fund base funding
10 for university of Arizona - main campus is \$185,011,400. This appropriation
11 includes a deferral of \$62,153,100 from fiscal year 2011-2012 to fiscal year
12 2012-2013. This deferral shall be paid as required in section 131 of this
13 act.

14 It is the intent of the legislature that the general fund base funding
15 for university of Arizona - health sciences center is \$52,708,300. This
16 appropriation includes a deferral of \$16,776,700 from fiscal year 2011-2012
17 to fiscal year 2012-2013. This deferral shall be paid as required in section
18 131 of this act.

19 The state general fund appropriations shall not be used for alumni
20 association funding.

21 The appropriated monies shall not be used for scholarships or any
22 student newspaper.

23 Any unencumbered balances remaining in the collections account on June
24 30, 2011 and all collections received by the university during the fiscal
25 year, when paid into the state treasury, are appropriated for operating
26 expenditures, capital outlay and fixed charges. Earnings on state lands and
27 interest on the investment of the permanent land funds are appropriated in
28 compliance with the enabling act and the Constitution of Arizona. No part of
29 this appropriation may be expended for supplemental life insurance or
30 supplemental retirement. Receipts from summer session, when deposited in the
31 state treasury, together with any unencumbered balance in the summer session
32 account, are appropriated for the purpose of conducting summer sessions but
33 are excluded from the amounts enumerated above.

34 Sec. 105. DEPARTMENT OF VETERANS' SERVICES

35		<u>2011-12</u>
36	FTE positions	500.3
37	Operating lump sum appropriation	\$ 3,052,200
38	Arizona state veterans' home	21,559,500
39	Southern Arizona cemetery	280,000
40	Veterans' benefit counseling	<u>2,942,600</u>
41	Total appropriation - department of	
42	veterans' services	\$ 27,834,300

1	Fund sources:	
2	State general fund	\$ 7,246,100
3	State home for veterans' trust	
4	fund	19,705,900
5	State veterans' conservatorship	
6	fund	882,300
7	Sec. 106. ARIZONA STATE VETERINARY MEDICAL EXAMINING BOARD	
8		<u>2011-12</u>
9	FTE positions	5.5
10	Lump sum appropriation	\$ 461,700
11	Fund sources:	
12	Veterinary medical examining	
13	board fund	\$ 461,700
14	Sec. 107. DEPARTMENT OF WATER RESOURCES	
15		<u>2011-12</u>
16	FTE positions	207.2
17	Operating lump sum appropriation	\$ 7,944,700
18	Adjudication support	1,245,600
19	Assured and adequate water supply	
20	administration	1,817,200
21	Rural water studies	1,163,800
22	Conservation and drought program	406,400
23	Automated groundwater monitoring	<u>406,400</u>
24	Total appropriation - department of water	
25	resources	\$ 12,984,100
26	Fund sources:	
27	State general fund	\$ 6,257,300
28	Water resources fund	6,458,500
29	Assured and adequate water	
30	supply administration fund	268,300

31 Monies in the assured and adequate water supply administration line
 32 item shall only be used for the exclusive purposes prescribed in sections
 33 45-108 and 45-576 through 45-579, Arizona Revised Statutes. The department
 34 of water resources shall not transfer any funds into or out of the assured
 35 and adequate water supply administration line item.

36 It is the intent of the legislature that monies in the rural water
 37 studies line item will only be spent to assess local water use needs and to
 38 develop plans for sustainable future water supplies in rural areas outside
 39 the state's AMAs and not be made available for other department operating
 40 expenditures.

41 Monies in the adjudication support line item shall only be used for the
 42 exclusive purposes prescribed in section 45-256 and section 45-257,
 43 subsection B, paragraph 4, Arizona Revised Statutes. The department of water
 44 resources shall not transfer any funds into or out of the adjudication
 45 support line item.

1	Sec. 108. DEPARTMENT OF WEIGHTS AND MEASURES		
2		<u>2011-12</u>	
3	FTE positions	36.4	
4	General services	\$ 1,514,500	
5	Vapor recovery	631,400	
6	Oxygenated fuel	<u>778,900</u>	
7	Total appropriation - department		
8	of weights and measures	\$ 2,924,800	
9	Fund sources:		
10	State general fund	\$ 1,197,800	
11	Air quality fund	1,410,300	
12	Motor vehicle liability insurance		
13	enforcement fund	316,700	
14	Sec. 109. <u>Fund balance transfers; fiscal years 2010-2011 and</u>		
15	<u>2011-2012</u>		
16	A. Notwithstanding any other law, on or before June 30 of the fiscal		
17	year specified, the following amounts from the following sources are		
18	transferred to the state general fund for the purposes of providing adequate		
19	support and maintenance for agencies of this state:		
20		<u>2010-11</u>	<u>2011-12</u>
21	1. State board of accountancy:		
22	Board of accountancy fund	0	31,600
23	2. Acupuncture board of examiners:		
24	Acupuncture board of examiners		
25	fund	0	3,900
26	3. Department of administration:		
27	AFIS II collections fund	0	442,200
28	Air quality fund	0	136,000
29	Automation operations fund	0	837,300
30	Capital outlay stabilization fund	0	97,600
31	Capitol police administrative		
32	towing fund	0	600
33	Construction insurance fund	0	201,600
34	Co-op state purchasing agreement fund	0	7,900
35	Emergency telecommunication		
36	services revolving fund	0	2,212,100
37	IGA and ISA fund	0	57,400
38	Information technology fund		78,600
39	Motor vehicle pool revolving fund	0	26,800
40	Personnel division fund	0	477,600
41	Risk management fund	5,000,000	16,081,900
42	Special employee health insurance		
43	trust fund	0	40,335,800

1	Special events fund	0	2,100
2	State employee travel reduction fund	0	45,900
3	State surplus materials revolving fund	0	18,700
4	State web portal fund	0	6,500,000
5	Statewide payroll fund	300,000	150,000
6	Telecommunications fund	0	4,700,000
7	Traffic and parking control fund	0	400
8	4. Office of administrative hearings:		
9	IGA and ISA fund	0	31,400
10	5. Department of agriculture:		
11	Administrative support fund	0	1,300
12	Commercial feed fund	0	5,800
13	Designated fund	0	9,000
14	Fertilizer materials fund	0	8,100
15	Pesticide fund	0	7,700
16	Seed law fund	0	1,100
17	6. Arizona health care cost containment		
18	system:		
19	Healthcare group fund	0	443,400
20	Intergovernmental service fund	0	635,500
21	Third party collections fund	0	608,200
22	7. Board of appraisal:		
23	Board of appraisal fund	0	10,800
24	8. Arizona commission on the arts:		
25	Arts trust fund	0	115,400
26	9. Attorney general:		
27	Antitrust enforcement revolving		
28	fund	0	3,900
29	Attorney general legal services		
30	cost allocation fund	0	220,600
31	CJEF distributions fund	0	334,500
32	Collection enforcement revolving fund	0	40,000
33	Consumer protection-consumer fraud		
34	revolving fund	0	517,400
35	Criminal case processing fund	0	2,700
36	Interagency service agreements fund	0	384,100
37	Intergovernmental agreements fund	0	49,900
38	Risk management revolving fund	0	1,046,900
39	Victims' rights fund	0	44,400
40	Victim witness fund	0	1,800
41	10. Automobile theft authority:		
42	Automobile theft authority fund	0	893,800

1	11. Board of barbers:		
2	Board of barbers fund	0	8,100
3	12. Board of behavioral health examiners:		
4	Board of behavioral health		
5	examiners fund	0	30,400
6	13. State board of chiropractic examiners:		
7	Board of chiropractic examiners		
8	fund	0	13,100
9	14. Arizona commerce authority:		
10	Arizona job training fund	0	5,000
11	Commerce workshop fund	0	2,900
12	Nursing education demonstration		
13	project fund	0	1,993,800
14	15. Constable ethics standards and training board:		
15	Constable ethics standards and		
16	training fund	100,000	60,000
17	16. Corporation commission:		
18	Arizona arts trust fund	0	1,500
19	Investment management regulatory		
20	and enforcement fund	0	248,200
21	Public access fund	0	148,700
22	Securities regulatory and		
23	enforcement fund	0	135,500
24	Utility regulation revolving fund	0	1,551,700
25	17. State department of corrections:		
26	Arizona correctional industries		
27	revolving fund	0	293,500
28	Community corrections enhancement fund	0	500,000
29	Indirect cost recovery fund	0	800
30	Inmate store proceeds fund	0	2,500,000
31	Interagency service agreement fund	0	2,500
32	State department of corrections		
33	revolving fund	0	2,000,000
34	State education fund for		
35	correctional education	0	754,400
36	Transition program fund	0	750,000
37	Transition services fund	0	2,000,000
38	18. Cosmetology board:		
39	Board of cosmetology fund	0	34,800
40	19. Arizona criminal justice commission:		
41	Criminal justice enhancement fund	0	181,400
42	Driving under the influence		
43	abatement fund	0	761,700

1	Drug and gang enforcement account	0	489,500
2	Drug and gang prevention resource		
3	center fund	0	267,200
4	State aid to indigent defense fund	0	400,000
5	Victim compensation and assistance		
6	fund	0	307,500
7	20. Arizona state schools for the deaf and		
8	the blind:		
9	Enterprise fund	0	600
10	Regional cooperatives fund	0	253,500
11	Arizona state schools for the deaf		
12	and the blind fund	0	220,600
13	21. Commission for the deaf and the hard of		
14	hearing:		
15	Telecommunication fund for the deaf	200,000	1,605,300
16	22. State board of dental examiners:		
17	Dental board fund	0	21,000
18	23. Department of economic security:		
19	Child abuse prevention fund	0	118,300
20	Children and family services		
21	training program fund	0	2,500
22	Industries for the blind fund	0	244,100
23	Long-term care system fund	30,000,000	30,000,000
24	Public assistance collections fund	0	92,200
25	Special administration fund	0	439,100
26	Spinal and head injuries trust fund	0	452,400
27	24. Department of education:		
28	Education commodity fund	0	2,900
29	Education production revolving fund	0	371,200
30	Indirect cost recovery fund	0	193,000
31	Internal services fund	0	795,400
32	Special education fund	2,700,000	0
33	25. Department of emergency and military		
34	affairs:		
35	Emergency response fund	0	132,700
36	Nuclear emergency management fund	0	16,600
37	26. Department of environmental quality:		
38	Air permits administration fund	0	894,500
39	Air quality fund	0	619,500
40	Emissions inspection fund	0	8,023,900
41	Hazardous waste management fund	0	62,300
42	Indirect cost recovery fund	0	2,589,900
43	Institutional and engineering		
44	control fund	0	300

1	Monitoring assistance fund	0	134,300
2	Recycling fund	0	1,517,900
3	Solid waste fee fund	0	369,500
4	Specific site judgment fund	0	80,000
5	Underground storage tank		
6	revolving fund	0	6,154,400
7	Voluntary remediation fund	0	25,500
8	Voluntary vehicle repair and		
9	retrofit program fund	0	747,200
10	Water quality assurance revolving		
11	fund	0	510,600
12	Water quality fee fund	0	783,600
13	27. Arizona exposition and state fair board:		
14	Arizona exposition and state		
15	fair fund	0	106,200
16	28. Department of financial institutions:		
17	Financial services fund	0	1,018,500
18	Revolving fund	0	5,500
19	29. Department of fire, building and		
20	life safety:		
21	Building and fire safety fund	0	8,200
22	30. State forester:		
23	Cooperative forestry fund	0	45,400
24	Fire suppression fund	0	280,100
25	31. State board of funeral directors and		
26	embalmers:		
27	Board of funeral directors and		
28	embalmers fund	0	8,600
29	32. Arizona game and fish department:		
30	Heritage fund	0	125,500
31	Watercraft licensing fund	0	549,200
32	33. Arizona geological survey:		
33	Geological survey fund	0	26,300
34	34. Office of the governor:		
35	IGA and ISA fund	0	15,800
36	Indirect cost recovery fund	0	11,600
37	35. Department of health services:		
38	Child fatality review fund	0	3,700
39	Emergency medical services		
40	operating fund	0	1,086,500
41	Environmental laboratory licensure		
42	revolving fund	0	60,200
43	Health services licensing fund	0	304,000

1	Hearing and speech professionals		
2	fund	0	30,500
3	IGA and ISA fund	0	642,000
4	Indirect cost fund	0	1,426,500
5	Newborn screen program fund	0	72,300
6	Risk assessment fund	0	500
7	Substance abuse services fund	0	800,000
8	Vital records electronic systems		
9	fund	0	7,300
10	36. Arizona historical society:		
11	Permanent Arizona historical		
12	society revolving fund	0	2,100
13	37. Board of homeopathic and integrated		
14	medicine examiners:		
15	Board of homeopathic and integrated		
16	medicine examiners' fund	0	2,200
17	38. Department of housing:		
18	Housing program fund	0	2,257,500
19	IGA and ISA fund	0	258,900
20	39. Industrial commission:		
21	Industrial commission		
22	administrative fund	0	426,700
23	40. Department of insurance:		
24	Assessment fund for voluntary		
25	plans	30,000	36,600
26	Captive insurance regulatory and		
27	supervision fund	0	70,600
28	Financial surveillance fund	0	45,700
29	Health care appeals fund	25,000	35,400
30	41. Judiciary - supreme court:		
31	Alternative dispute resolution fund	0	77,900
32	Arizona lengthy trial fund	0	400
33	Certified reporters fund	0	3,900
34	Confidential intermediary and		
35	fiduciary fund	0	11,000
36	Court appointed special advocate		
37	fund	0	21,100
38	Criminal justice enhancement fund	0	85,500
39	Defensive driving school fund	0	143,400
40	Photo enforcement fund	1,400,000	0
41	Public defender training fund	0	71,400

1	42. Judiciary - superior court:		
2	Criminal justice enhancement fund	0	85,100
3	Drug treatment and education fund	0	43,600
4	Judicial collection enhancement		
5	fund	0	210,100
6	Juvenile delinquent reduction fund	0	528,300
7	43. Department of juvenile corrections:		
8	Criminal justice enhancement fund	0	152,000
9	Department of juvenile corrections		
10	fund	0	1,800
11	State education fund for committed		
12	youth	0	38,100
13	44. Department of liquor licenses		
14	and control:		
15	Enforcement surcharge -		
16	enforcement unit fund	0	26,000
17	Liquor licenses fund	0	286,600
18	45. Arizona state lottery commission:		
19	State lottery fund	0	1,779,300
20	46. Arizona medical board:		
21	Arizona medical board fund	0	122,100
22	47. State mine inspector:		
23	Aggregate mining reclamation fund	0	2,500
24	48. Naturopathic physicians medical board:		
25	Naturopathic physicians medical		
26	board fund	0	10,300
27	49. Arizona state board of nursing:		
28	Board of nursing fund	0	104,000
29	50. Board of examiners of nursing care		
30	institution administrators and		
31	assisted living facility managers:		
32	Nursing care institution		
33	administrators' licensing and		
34	assisted living facility managers'		
35	certification fund	0	8,800
36	51. Board of occupational therapy examiners:		
37	Occupational therapy fund	0	7,200
38	52. State board of dispensing opticians:		
39	Board of dispensing opticians fund	0	2,500
40	53. State board of optometry:		
41	Board of optometry fund	0	5,800
42	54. Arizona board of osteopathic examiners		
43	in medicine and surgery:		
44	Board of osteopathic examiners fund	0	17,100

1	55. Parents commission on drug education		
2	and prevention:		
3	Drug treatment and education fund	0	645,100
4	56. Arizona state parks board:		
5	Off-highway vehicle recreation fund	0	133,000
6	Publications and souvenir		
7	revolving fund	0	67,700
8	Reservation surcharge revolving fund	0	102,400
9	State lake improvement fund	1,491,100	0
10	State parks enhancement fund	0	2,090,000
11	57. Personnel board:		
12	Personnel division fund - personnel		
13	board account	0	5,400
14	58. Office of pest management:		
15	Pest management fund	0	62,600
16	59. Arizona state board of pharmacy:		
17	Arizona state board of pharmacy		
18	fund	0	46,000
19	60. Board of physical therapy examiners:		
20	Board of physical therapy fund	0	8,400
21	61. State board of podiatry examiners:		
22	Podiatry fund	0	3,200
23	62. Commission for postsecondary education:		
24	Early graduation scholarship fund	291,800	0
25	Postsecondary education fund	0	20,000
26	Postsecondary education grant	0	28,300
27	63. State board for private postsecondary education:		
28	Board for private postsecondary		
29	education fund	0	9,800
30	64. State board of psychologist examiners:		
31	Board of psychologist examiners fund	0	8,400
32	65. Department of public safety:		
33	Anti-racketeering fund	3,088,700	528,400
34	Automated fingerprint identification		
35	system fund	0	11,000
36	Board of fingerprinting fund	100,000	103,200
37	Crime laboratory assessment fund	250,000	200,000
38	Crime laboratory operations fund	0	3,554,700
39	Criminal justice enhancement fund	450,000	450,000
40	Department of public safety		
41	administration fund	0	252,300
42	Department of public safety joint		
43	fund control fund	0	3,850,400

1	Department of public safety		
2	licensing fund	0	191,200
3	DNA identification system fund	0	2,589,100
4	Fingerprint clearance card fund	1,500,000	1,175,800
5	Highway patrol fund	0	1,897,000
6	IGA and ISA fund	0	143,100
7	Indirect cost recovery fund	0	183,500
8	Motorcycle safety fund	50,000	31,900
9	Parity compensation fund	1,000,000	600,000
10	Peace officers' training fund	0	863,800
11	Records processing fund	75,000	102,500
12	66. Department of Racing:		
13	Arizona breeders' award fund	0	1,500
14	County fairs racing betterment fund	0	56,300
15	Stallion award fund	0	6,600
16	67. Radiation regulatory agency:		
17	Nuclear emergency management fund	0	11,400
18	Service fees increase fund	0	291,100
19	State radiologic technologist		
20	certification fund	0	27,800
21	68. State real estate department:		
22	Education revolving fund	0	4,000
23	69. Residential utility consumer office:		
24	Residential utility consumer		
25	office revolving fund	0	30,300
26	70. Board of respiratory care examiners:		
27	Board of respiratory care		
28	examiners fund	0	8,600
29	71. Department of revenue:		
30	Department of revenue administrative		
31	fund	2,000,000	1,837,500
32	Liability set-off fund	0	38,000
33	72. School facilities board:		
34	School facilities revenue bond		
35	debt service fund	0	850,000
36	State school trust revenue bond		
37	debt service fund	0	110,000
38	73. Secretary of state:		
39	Data processing acquisition fund	0	4,500
40	Gift shop revolving fund	0	1,900
41	Notary bond fund	0	3,500
42	Records services fund	0	13,900
43	74. Board of technical registration:		
44	Technical registration fund	0	41,600

1	75. Department of transportation:		
2	Air quality fund	0	1,100
3	Economic strength project fund	0	100,000
4	State aviation fund	3,200,000	717,700
5	Transportation department		
6	equipment fund	0	2,552,600
7	76. State treasurer:		
8	State treasurer's operating fund	0	18,200
9	77. Arizona board of regents:		
10	Regents local fund	0	265,400
11	78. Arizona state veterinary medical		
12	examining board:		
13	Veterinary medical examining		
14	board fund	0	11,400
15	79. Department of water resources:		
16	Arizona water banking fund	0	312,000
17	Arizona water protection fund	0	53,300
18	Arizona water quality fund	0	92,500
19	Assured and adequate water		
20	supply administration fund	0	12,300
21	Augmentation and conservation		
22	assistance fund	0	52,400
23	Indirect cost recovery fund	0	376,500
24	Well administration and enforcement		
25	fund	0	123,000
26	80. Department of weights and measures:		
27	Air quality fund	0	134,200
28	B. Agencies listed shall reduce expenditures from the listed funds		
29	accordingly in order to ensure a sufficient fund balance for these fund		
30	transfers.		
31	C. The fund transfers for fiscal year 2010-2011 in this section shall		
32	be made as soon as is practicable to avoid a shortfall in each fund. On or		
33	before May 1, 2011, the governor's office of strategic planning and budgeting		
34	shall report to the joint legislative budget committee on any fund transfers		
35	that have not been fully made as of April 15, 2011. For each fund transfer		
36	not fully made as of April 15, 2011, the report shall list when the fund		
37	transfer will be completed or additional steps required to make the full fund		
38	transfer.		
39	D. The fund transfers for fiscal year 2011-2012 in this section shall		
40	be made as soon as is practicable to avoid a shortfall in each fund. On or		
41	before August 1, 2011, the governor's office of strategic planning and		
42	budgeting shall report to the joint legislative budget committee on any fund		
43	transfers that have not been fully made as of July 15, 2011. For each fund		
44	transfer not fully made as of July 15, 2011, the report shall list when the		

1 fund transfer will be completed or additional steps required to make the full
2 fund transfer.

3 Sec. 110. Reductions and transfers; budget units; cash
4 transfers

5 A. Notwithstanding any other law, in fiscal years 2010-2011 and
6 2011-2012 a budget unit may request a cash transfer between its own funds
7 from the state comptroller to comply with a reduction or transfer required by
8 this act.

9 B. Monies transferred pursuant to subsection A shall not be
10 transferred to or from a budget unit's general fund appropriation.

11 C. Before transferring any monies pursuant to subsection A, the
12 transfer must be reviewed by the joint legislative budget committee.

13 D. The state comptroller shall coordinate all activity with the
14 governor's office of strategic planning and budgeting and shall notify the
15 joint legislative budget committee staff of any cash transfers pursuant to
16 this section. The state comptroller shall file a final report on all
17 activities under this section with the joint legislative budget committee
18 staff and the governor's office of strategic planning and budgeting no later
19 than August 1, 2011 for fiscal year 2010-2011 transfers and August 1, 2012
20 for fiscal year 2011-2012 transfers.

21 Sec. 111. AHCCCS; supplemental appropriation; 2010-2011

22 In addition to any other appropriations made in fiscal year 2010-2011
23 to the Arizona health care cost containment system, the sum of \$10,000,000 is
24 appropriated from the prescription drug rebate fund in fiscal year 2010-2011
25 to the Arizona health care cost containment system.

26 Sec. 112. AHCCCS; appropriation reductions; 2010-2011

27 In addition to any other appropriation reductions made in fiscal year
28 2010-2011, notwithstanding any other law, the appropriation to the Arizona
29 health care cost containment system is reduced by \$56,766,900 from the state
30 general fund and \$161,945,900 from federal title XIX expenditure authority in
31 fiscal year 2010-2011.

32 Sec. 113. Board of athletic training; supplemental
33 appropriation; 2010-2011

34 In addition to any other appropriations made in fiscal year 2010-2011
35 to the board of athletic training, the sum of \$101,700 is appropriated from
36 the athletic training fund in fiscal year 2010-2011 to the board of athletic
37 training.

38 Sec. 114. State capital postconviction public defender office;
39 supplemental appropriation; 2010-2011

40 In addition to any other appropriations made in fiscal year 2010-2011
41 to the state capital postconviction public defender office, the sum of
42 \$148,000 is appropriated from the state capital postconviction public
43 defender office fund in fiscal year 2010-2011 to the state capital
44 postconviction public defender office for operating expenditures.

1 Sec. 115. Department of corrections; reduction; 2010-2011

2 In addition to any other appropriation reductions made in fiscal year
3 2010-2011, the appropriation to the state department of corrections is
4 reduced by \$10,000,000 from the state general fund in fiscal year 2010-2011.

5 Sec. 116. Commission for the deaf and the hard of hearing;
6 reduction; 2010-2011

7 In addition to any other appropriation reductions made in fiscal year
8 2010-2011, notwithstanding any other law, the appropriation to the commission
9 for the deaf and the hard of hearing is reduced by \$200,000 from the
10 telecommunication fund for the deaf in fiscal year 2010-2011.

11 Sec. 117. Arizona drug and gang prevention resource center;
12 reduction; 2010-2011

13 In addition to any other appropriation reductions made in fiscal year
14 2010-2011, the appropriation to the Arizona drug and gang prevention resource
15 center is reduced by \$344,400 from the Arizona drug and gang prevention
16 resource center fund in fiscal year 2010-2011.

17 Sec. 118. Department of economic security; reductions;
18 appropriations; 2010-2011

19 A. In addition to any other appropriation reductions made in fiscal
20 year 2010-2011, the sum of \$24,969,200 is reduced from the department of
21 economic security's appropriation from the state general fund for temporary
22 assistance to needy families cash benefits in fiscal year 2010-2011.

23 B. In addition to any other appropriations made in fiscal year
24 2010-2011, the sum of \$12,487,000 is appropriated from the state general fund
25 in fiscal year 2010-2011 to the department of economic security for home and
26 community based services - title XIX.

27 C. In addition to any other appropriation reductions made in fiscal
28 year 2010-2011, the sum of \$10,000,000 is reduced from the department of
29 economic security's appropriation from the state general fund for child care
30 subsidies in fiscal year 2010-2011.

31 D. In addition to any other appropriation reductions made in fiscal
32 year 2010-2011, the sum of \$6,000,000 is reduced from the department of
33 economic security's appropriation from the state general fund for adult
34 services in fiscal year 2010-2011.

35 E. In addition to any other appropriation reductions made in fiscal
36 year 2010-2011, the sum of \$15,000,000 is reduced from the department of
37 economic security's appropriation from the state general fund for children's
38 support services, adoption services and the operating lump sum line items.

39 F. In addition to any other appropriations made in fiscal year
40 2010-2011, the sum of \$15,000,000 is appropriated from the federal temporary
41 assistance for needy families block grant to the department of economic
42 security in fiscal year 2010-2011 to offset the reductions in subsection E.

1 G. In addition to any other appropriation reductions made in fiscal
2 year 2010-2011, the sum of \$3,561,000 is reduced from the department of
3 economic security's appropriation from the federal reed act grant in fiscal
4 year 2010-2011.

5 Sec. 119. Department of education; supplemental appropriation;
6 2010-2011

7 In addition to any other appropriations made in fiscal year 2010-2011
8 to the department of education, the sum of \$1,865,100 is appropriated from
9 the general fund in fiscal year 2010-2011 to the department of education for
10 basic state aid for for-profit charter schools that are not eligible to
11 receive federal education jobs fund monies.

12 Sec. 120. Department of health services; reduction; 2010-2011;
13 medicaid capitation

14 In addition to any other appropriation reductions made in fiscal year
15 2010-2011, notwithstanding any other law, the appropriation to the department
16 of health services is reduced by \$2,570,100 from the state general fund and
17 \$7,332,000 from federal medicaid authority for medicaid capitation payments
18 in fiscal year 2010-2011.

19 Sec. 121. Department of juvenile corrections; reduction;
20 2010-2011

21 In addition to any other appropriation reductions made in fiscal year
22 2010-2011, the appropriation to the department of juvenile corrections is
23 reduced by \$3,607,800 from the state general fund in fiscal year 2010-2011.

24 Sec. 122. State land department; supplemental appropriation;
25 2010-2011

26 In addition to any other appropriations made in fiscal year 2010-2011
27 to the state land department, the sum of \$96,200 is appropriated from the
28 state general fund in fiscal year 2010-2011 to the state land department for
29 CAP water payments.

30 Sec. 123. Capital outlay revenue limit; additional reduction
31 for school districts for fiscal year 2011-2012

32 A. In addition to the reductions required by any other law, for fiscal
33 year 2011-2012 the department of education shall reduce by \$20,000,000 the
34 amount of basic state aid that otherwise would be apportioned to school
35 districts statewide for fiscal year 2011-2012 for the capital outlay revenue
36 limit prescribed in section 15-961, Arizona Revised Statutes, except that
37 school districts may use a portion of their available cash balances in order
38 to offset this reduction. This subsection does not apply to school districts
39 with fewer than 1,100 average daily membership pupils.

40 B. The department of education shall transfer \$5,000,000 of its basic
41 state aid appropriation for fiscal year 2011-2012 to the Arizona department
42 of education information technology fund for use in funding improvements to
43 its information technology system.

Sec. 124. Department of transportation: vehicle license tax: transfer

Notwithstanding any other law, \$109,463,700 received in fiscal year 2011-2012 pursuant to title 28, chapter 16, article 3, Arizona Revised Statutes, relating to vehicle license tax, for distribution to the state highway fund pursuant to section 28-6538, subsection A, paragraph 1, Arizona Revised Statutes, shall be deposited in the state general fund.

Sec. 125. Department of transportation; transfer of fund monies; vehicle license tax; fiscal year 2011-2012

A. Notwithstanding any other law, on or before June 30, 2012, the department of transportation shall transfer \$448,000 from the safety enforcement and transportation infrastructure fund to the state highway fund.

B. In addition to any other monies transferred in fiscal year 2011-2012, notwithstanding any other law, \$448,000 received in fiscal year 2011-2012 pursuant to title 28, chapter 16, article 3, Arizona Revised Statutes, relating to vehicle license tax, for distribution to the state highway fund pursuant to section 28-6538, subsection A, paragraph 1, Arizona Revised Statutes, shall be deposited in the state general fund.

Sec. 126. Appropriation; debt service payments; state buildings

A. The sum of \$35,354,900 is appropriated from the state general fund in fiscal year 2011-2012 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2009, third special session, chapter 6, section 32.

B. The sum of \$13,695,800 is appropriated from the state general fund in fiscal year 2011-2012 to the department of administration for the purpose of making a debt service payment on the sale and lease-back of state buildings authorized by Laws 2009, sixth special session, chapter 4, section 2.

Sec. 127. Expenditure reductions: personnel expenses:
revertment

In addition to any other appropriation reductions made in fiscal years 2010-2011 and 2011-2012, notwithstanding any other law, the sum of \$5,340,400 in fiscal year 2010-2011 and the sum of \$5,340,400 in fiscal year 2011-2012 is reduced from state general fund appropriations and other state funds appropriated to state agency units and from nonfederal nonappropriated funds for personnel expenses and related benefit costs and is transferred or reverted to the state general fund for the purposes of providing adequate support and maintenance for agencies of this state. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the expenditure reduction that was not fully incorporated into the salary reduction and furlough provisions of Laws 2010, seventh special session, chapter 1.

1 Sec. 128. AHCCCS: health plan payment deferral: appropriation

2 A. Notwithstanding any other law, the Arizona health care cost
3 containment system shall suspend acute care capitation payments in 2012 in
4 the amount of \$344,201,700 for up to two months.

5 B. Notwithstanding sections 35-342 and 44-1201, Arizona Revised
6 Statutes, delinquent payments to health care plans that are made pursuant to
7 subsection A of this section and that are due in 2012 bear interest at a rate
8 of five-tenths of one per cent a year.

9 C. In addition to any other amounts appropriated to the Arizona health
10 care cost containment system, for fiscal year 2012-2013, the sum of
11 \$112,600,700 is appropriated from the state general fund and \$231,744,100 in
12 federal title XIX expenditure authority for health plan payments deferred
13 from fiscal year 2011-2012.

14 Sec. 129. Department of economic security: payment deferral;
15 appropriation

16 A. In addition to any other appropriation reductions made in fiscal
17 year 2011-2012, notwithstanding any other law, the department of economic
18 security shall defer \$42,000,000 in payments for services provided in May and
19 June 2012 until after July 1, 2012.

20 B. In addition to any other appropriations made in fiscal year
21 2012-2013, the sum of \$42,000,000 is appropriated from the state general fund
22 in fiscal year 2012-2013 to the department of economic security for the
23 purpose of paying bills for services provided in May and June, 2012 with the
24 monies appropriated by the legislature to the department for fiscal year
25 2012-2013.

26 Sec. 130. Reduction in school district state aid apportionment
27 in fiscal year 2011-2012: appropriations in fiscal
28 year 2012-2013

29 A. In addition to any other appropriation reductions made in fiscal
30 year 2011-2012, notwithstanding any other law, the state board of education
31 shall defer until after July 1, 2012 but no later than August 29, 2012
32 \$952,627,700 of the basic state aid and additional state aid payment that
33 otherwise would be apportioned to school districts during fiscal year
34 2011-2012 pursuant to section 15-973, Arizona Revised Statutes. The funding
35 deferral required by this subsection does not apply to charter schools.

36 B. In addition to any other appropriations made in fiscal year
37 2012-2013, the sum of \$952,627,700 is appropriated from the state general
38 fund in fiscal year 2012-2013 to the state board of education and the
39 superintendent of public instruction for basic state aid and additional state
40 aid entitlement for fiscal year 2012-2013. This appropriation shall be
41 disbursed after July 1, 2012 but no later than August 29, 2012 to the several
42 counties for the school districts in each county in amounts equal to the
43 reductions in apportionment of basic state aid and additional state aid that
44 are required pursuant to subsection A of this section for fiscal year
45 2011-2012.

C. School districts shall include in the revenue estimates that they use for computing their tax rates for fiscal year 2011-2012 the monies that they will receive pursuant to subsection B of this section and any federal education jobs fund monies used in fiscal year 2010-2011 to address a state aid shortfall for fiscal year 2010-2011.

Sec. 131. Arizona board of regents; deferral; support and maintenance; appropriation in fiscal year 2012-2013

A. In addition to any other appropriation reductions made in fiscal year 2011-2012, the Arizona board of regents shall defer until after July 1, 2012, the sum of \$200,000,000, which is allocated to the universities in the individual campus appropriations.

B. In addition to any other amounts appropriated to the Arizona board of regents for fiscal year 2012-2013, the sum of \$200,000,000 is appropriated from the state general fund to the Arizona board of regents to be distributed for the support and maintenance of institutions under its jurisdiction for payments deferred from fiscal year 2011-2012. The department of administration shall distribute these monies to the board no later than October 1, 2012.

Sec. 132. Arizona commerce authority; allocation

In accordance with section 43-409, Arizona Revised Statutes, \$31,500,000 of state general fund withholding tax revenue is allocated in fiscal year 2011-2012 to the Arizona commerce authority, of which \$10,000,000 shall be credited to the Arizona commerce authority fund and \$21,500,000 shall be credited to the Arizona competes fund.

Sec. 133. Appropriation; department of administration; lease-purchase finance agreement; defeasance obligations; exemption

A. The sum of \$71,000,000 is appropriated from the state general fund in fiscal year 2011-2012 to the department of administration for the purpose of purchasing noncallable defeasance obligations for the payment of all or part of the certificate payments due pursuant to the lease-purchase finance agreement entered into pursuant to Laws 2009, third special session, chapter 6, section 32.

B. The appropriation made in subsection A of this section is exempt from the provisions of section 35-190, Arizona Revised Statutes, relating to lapsing of appropriations.

Sec. 134. Appropriation; operating adjustments
2010-2011

State lease-purchase and rental rate	
adjustments	\$(21,780,300)
Fund sources:	
State general fund	\$(18,009,100)
Other appropriated funds	(3,771,200)
State employee health insurance	
adjustments	0

1	Fund sources:	
2	State general fund	0
3	Other appropriated funds	0
4	State employee 27th pay period	
5	adjustments	\$105,000,000
6	State general fund	\$ 80,000,000
7	Other appropriated funds	25,000,000
8	Risk management adjustments	\$(4,770,100)
9	Fund sources:	
10	State general fund	\$(3,918,100)
11	Other appropriated funds	(852,000)

12 State lease-purchase and rental rate adjustments

13 The amount appropriated for state lease-purchase adjustments shall be
 14 for fiscal year 2011-2012 adjustments in agency or department lease-purchase
 15 and rental rate charges in agencies. These adjustments eliminate the
 16 payments for lease-purchase transactions completed in fiscal year 2010-2011,
 17 provide state rental rate payments for the completed lease-purchase
 18 transactions and reduce the usable square foot rental rate for state-owned
 19 space as prescribed in the fiscal year 2011-2012 budget procedures budget
 20 reconciliation bill, among other adjustments. The joint legislative budget
 21 committee staff shall determine and the department of administration shall
 22 allocate to each agency or department an amount for the contribution
 23 adjustment. The joint legislative budget committee staff shall also
 24 determine and the department of administration shall allocate adjustments, as
 25 necessary, in expenditure authority to allow implementation of state
 26 lease-purchase and rental rate adjustments.

27 State employee health insurance adjustments

28 The amount appropriated for state employee health insurance
 29 contribution adjustments shall be for fiscal year 2011-2012 changes in the
 30 employer share of state employee health insurance contributions. The joint
 31 legislative budget committee staff shall determine and the department of
 32 administration shall allocate to each agency's or department's
 33 employee-related expenditures an amount for the employer share of the
 34 employee health insurance adjustments. The joint legislative budget
 35 committee staff shall also determine and the department of administration
 36 shall allocate adjustments, as necessary, in expenditure authority to allow
 37 implementation of state employee health insurance adjustments.

38 State employee 27th pay period adjustments

39 The amount appropriated for state employee 27th pay period adjustments
 40 shall be for one-time fiscal year 2011-2012 increases in state agency
 41 expenditures due to the occurrence of a 27th pay period in fiscal year
 42 2011-2012. The joint legislative budget committee staff shall determine and
 43 the department of administration shall allocate to each agency's or
 44 department's personal services and employee related expenditures an amount
 45 for the 27th pay period for employees. The joint legislative budget

committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of state employee 27th pay period adjustments.

Risk management adjustments

The amount appropriated for risk management adjustments shall be for fiscal year 2011-2012 changes in risk management contributions in agencies. The joint legislative budget committee staff shall determine and the department of administration shall allocate to each agency or department an amount for the change in their risk management contribution. The joint legislative budget committee staff shall also determine and the department of administration shall allocate adjustments, as necessary, in expenditure authority to allow implementation of risk management adjustments.

The other appropriated funds may be allocated from the following funds: board of accountancy fund, acupuncture board of examiners fund, air permits administration fund, air quality fund, antitrust enforcement revolving fund, board of appraisal fund, Arizona arts trust fund, assured and adequate water supply administration fund, athletic training fund, attorney general legal services cost allocation fund, Arizona automated fingerprint identification system fund, automobile theft authority fund, automation operations fund, state aviation fund, board of barbers fund, board of behavioral health examiners fund, Arizona benefits fund, bond fund, capital outlay stabilization fund, capital postconviction public defender office fund, state charitable, penal and reformatory institutions land fund, child abuse prevention fund, child fatality review fund, child support enforcement administration fund, children's health insurance program fund, board of chiropractic examiners fund, citrus, fruit and vegetable revolving fund, collection enforcement revolving fund, commercial feed fund, confidential intermediary and fiduciary fund, consumer protection-consumer fraud revolving fund, corrections fund, board of cosmetology fund, crime laboratory assessment fund, crime laboratory operations fund, criminal justice enhancement fund, court appointed special advocate fund, defensive driving school fund, dental board fund, Arizona deoxyribonucleic acid identification system fund, board of dispensing opticians fund, driving under the influence abatement fund, state education fund for committed youth, state education fund for correctional education, state egg inspection fund, election systems improvement fund, emergency medical services operating fund, emissions inspection fund, environmental laboratory licensure revolving fund, estate and unclaimed property fund, Arizona exposition and state fair fund, federal child care and development fund block grant, federal surplus materials revolving fund, federal temporary assistance for needy families block grant, fertilizer materials fund, financial services fund, board of funeral directors' and embalmers' fund, fingerprint clearance card fund, game and fish fund, game, nongame, fish and endangered species fund, hazardous waste management fund, health services licensing fund, healthcare group fund, hearing and speech professionals fund, state highway fund, Arizona highway

1 patrol fund, highway user revenue fund, board of homeopathic medical
2 examiners' fund, housing trust fund, DHS indirect cost fund, ADEQ indirect
3 cost recovery fund, industrial commission administrative fund, information
4 technology fund, interagency service agreements fund, intergovernmental
5 agreements and grants, investment management regulatory and enforcement fund,
6 judicial collection enhancement fund, liability set-off fund, liquor licenses
7 fund, long-term care system fund, long-term disability administration
8 account, state lottery fund, Arizona medical board fund, the miners' hospital
9 for disabled miners land fund, motor vehicle liability insurance enforcement
10 fund, motor vehicle pool revolving fund, naturopathic physicians board of
11 medical examiners fund, newborn screening program fund, board of nursing
12 fund, nursing care institution administrators' licensing and assisted living
13 facility managers' certification fund, occupational therapy fund, oil
14 overcharge fund, board of optometry fund, board of osteopathic examiners
15 fund, state parks enhancement fund, parity compensation fund, personnel
16 division fund, pesticide fund, pest management fund, Arizona state board of
17 pharmacy fund, board of physical therapy fund, podiatry fund, postsecondary
18 education fund, prescription drug rebate fund, prison construction and
19 operations fund, board for private postsecondary education fund, professional
20 employer organization fund, Arizona protected native plant fund, board of
21 psychologist examiners fund, public access fund, public assistance
22 collections fund, racing regulation fund, state radiologic technologist
23 certification fund, records services fund, recycling fund, registrar of
24 contractors fund, reservation surcharge revolving fund, residential utility
25 consumer office revolving fund, board of respiratory care examiners fund,
26 state retirement system administration account, department of revenue
27 administrative fund, risk management revolving fund, safety enforcement and
28 transportation infrastructure fund, Arizona schools for the deaf and the
29 blind fund, securities regulatory and enforcement fund, seed law fund, solid
30 waste fee fund, special administration fund, special employee health
31 insurance trust fund, special services revolving fund, spinal and head
32 injuries trust fund, state aid to the courts fund, state surplus materials
33 revolving fund, teacher certification fund, technical registration fund,
34 telecommunications fund, telecommunication fund for the deaf,
35 telecommunications excise tax fund, tobacco tax and health care fund,
36 transportation department equipment fund, state treasurer's operating fund,
37 tribal-state compact fund, trust land management fund, university collections
38 fund, used oil fund, utility regulation revolving fund, vehicle inspection
39 and title enforcement fund, state veterans' conservatorship fund, state home
40 for veterans' trust fund, veterinary medical examining board fund, victims'
41 rights fund, vital records electronic systems fund, watercraft licensing
42 fund, water quality fee fund and workforce investment act grant.

1 Sec. 135. Legislative intent; expenditure reporting

2 It is the intent of the legislature that all departments, agencies or
3 budget units receiving appropriations under the terms of this act shall
4 continue to report actual, estimated and requested expenditures by budget
5 programs and budget classes in a format that is similar to the budget
6 programs and budget classes used for budgetary purposes in prior years. A
7 different format may be used if deemed necessary to implement section 35-113,
8 Arizona Revised Statutes, agreed to by the director of the joint legislative
9 budget committee and incorporated into the budget preparation instructions
10 adopted by the governor's office of strategic planning and budgeting pursuant
11 to section 35-112, Arizona Revised Statutes.

12 Sec. 136. FTE positions; reporting; definition

13 Full-time equivalent (FTE) positions contained in this act are subject
14 to appropriation. The director of the department of administration shall
15 account for the use of all appropriated FTE positions excluding those in the
16 department of economic security, the universities and the department of
17 environmental quality. The director shall submit the fiscal year 2011-2012
18 report by October 1, 2012 to the director of the joint legislative budget
19 committee. The reports shall compare the level of FTE usage in each fiscal
20 year to the appropriated level. For the purposes of this section, "FTE
21 positions" shall mean the total number of hours worked, including both
22 regular and overtime hours as well as hours taken as leave, divided by the
23 number of hours in a work year. The director of the department of
24 administration shall notify the director of each budget unit if the budget
25 unit has exceeded its number of appropriated FTE positions. The above
26 excluded agencies shall each report to the director of the joint legislative
27 budget committee in a manner comparable to the department of administration
28 reporting.

29 Sec. 137. Filled FTE positions; reporting

30 By October 1, 2011, each agency, including the judiciary and
31 universities, shall submit a report to the director of the joint legislative
32 budget committee on the number of filled, appropriated FTE positions by fund
33 source. The number of filled, appropriated FTE positions reported shall be
34 as of September 1, 2011.

35 Sec. 138. Transfer of spending authority

36 The department of administration shall report monthly to the director
37 of the joint legislative budget committee on any transfers of spending
38 authority made pursuant to section 35-173, subsection C, Arizona Revised
39 Statutes, during the prior month.

40 Sec. 139. Allocation of funds; health insurance adjustments

41 For the purposes of allocating the appropriations made by Laws 2010,
42 seventh special session, chapter 1, section 147, the appropriations may be
43 allocated from the following funds, in addition to the funds listed in the
44 appropriation: Arizona arts trust fund, photo enforcement fund and state
45 treasurer's operating fund.

1 Sec. 140. Interim reporting requirements

2 A. State general fund revenue for fiscal year 2010-2011, not including
3 the beginning balance and including one-time revenues, is forecasted to be
4 \$7,963,361,600.

5 B. State general fund revenue for fiscal year 2011-2012, not including
6 the beginning balance and including one-time revenues, is forecasted to be
7 \$8,555,640,300.

8 C. The executive branch shall provide to the joint legislative budget
9 committee a preliminary estimate of the fiscal year 2010-2011 state general
10 fund ending balance by September 15, 2011. The estimate shall include
11 projections of total revenues, total expenditures and ending balance. The
12 department of administration shall continue to provide the final report for
13 the fiscal year in its annual financial report pursuant to section 35-131,
14 Arizona Revised Statutes.

15 D. Based on the information provided by the executive branch, the
16 staff of the joint legislative budget committee shall report to the joint
17 legislative budget committee by October 15 of 2011 and 2012 as to whether
18 that fiscal year's revenues and ending balance are expected to change by more
19 than \$50,000,000 from the budgeted projections. The executive branch may
20 also provide its own estimates to the joint legislative budget committee by
21 October 15 of each year.

22 Sec. 141. Definition

23 For the purposes of this act, "*" means this appropriation is a
24 continuing appropriation and is exempt from the provisions of section 35-190,
25 Arizona Revised Statutes, relating to lapsing of appropriations.

26 Sec. 142. Definition

27 For the purposes of this act, "expenditure authority" means that the
28 fund sources are continuously appropriated monies that are included in the
29 individual line items of appropriations.

30 Sec. 143. Definition

31 For the purposes of this act, "review by the joint legislative budget
32 committee" means a review by a vote of a majority of a quorum of the members.